

## PROCUREMENT CLASSIFICATION

Characteristic	Assessor's Rating: 'Yes' or 'No' with Brief Comments, if 'Yes'
Is the procurement environment risk for this project assessed as "high" based on the country and sector/agency risk assessments?	No. Overall the procurement environment has been assessed as medium under ongoing projects.
Are multiple (typically more than three) and/or diverse executing and/or implementing agencies envisaged during project implementation? Do executing agencies and/or implementing agencies lack prior experience in ADB project implementation?	No. There is one executing agency and one implementing agency. No. The executing agency and implementing agency have prior experience in ADB project implementation, and are implementing two ongoing projects.
Are multiple contract packages and/or complex and high-value contracts expected (compare with recent donor projects in DMC)?	No. The project will have two contracts that are of lower value than those under ongoing projects.
Does the project plan to use innovative contracts (e.g., public-private partnerships, performance-based, design and build, operation and maintenance)?	No. They are simple single-stage, single-envelope contracts
Are contracts distributed in more than three geographical locations?	No. They are in a single geographical location on Efate Island
Are there significant ongoing contractual and/or procurement issues under ADB- (or other donor-) funded projects? Has misprocurement been declared in the DMC?	There are no ongoing contractual or procurement issues. To date, no misprocurement has been declared in Vanuatu.
Does the DMC have prolonged procurement lead times, experience implementation delays, or otherwise consistently fail to meet procurement timeframes?	No. There are no major prolonged procurement lead times. The government's timeframe is to complete recovery and construction by the end of 2017. The procurement processes are to comply with this timeline.
Do executing agencies and/or implementing agencies lack capacity to manage new and ongoing procurement? Have executing agencies and/or implementing agencies requested ADB procurement support under previous projects?	Yes. Both the executing agency and the implementing agency lack procurement capacity, but these are addressed through the design and supervision consultants, where a procurement specialist will undertake all the project-related procurement activities. Similar arrangements are used for ongoing projects, and the executing and/or implementing agency have never requested ADB support for procurement.
<b>Overall project categorization recommended</b>	<b>B</b>

### Overall recommendation of the project officer concerned: Rishi Adhar

The procurement specialist under the project will undertake all the project-related procurement and will build capacity in the implementing agency staff. The specialist is also tasked to review and update the implementing agency's procurement documents.

### Recommendation of ADB's Operations Services and Financial Management Department's procurement specialist: C. Janyna Rhor

Project procurement classification B is confirmed.

ADB = Asian Development Bank, DMC = developing member country.

Source: Asian Development Bank.