

Social Monitoring Report

Bi-annual Social Monitoring Report
January 2017

PAK: MFF – Power Distribution Enhancement Investment Program (Tranche 2)

Prepared by Lahore Electric Supply Company, Punjab for the Asian Development Bank.

NOTES

- (i) The fiscal year (FY) of the Government of the Islamic Republic of Pakistan and its agencies ends on 30 June.
- (ii) In this report “\$” refer to US dollars.

This social monitoring report is a document of the Borrower. The views expressed herein do not necessarily represent those of ADB's Board of Directors, Management, or staff, and may be preliminary in nature.

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Re: Loans 2727-PAK/2972-PAK: PDEIP, Tranches 2 and 3 LESCO's Bi annual Social Monitoring reports July-December 2016

Jose Tiburcio Nicolas Liaqat Ali

20/01/2017 06:51 PM

Ehtesham Z. Khattak, Zhang Lei, Muhammad Zeeshan, Ashfaq Khokhar

Hi Liaqat sb,

I have reviewed both reports. I noted that ESU is continuously following-up on the processing of compensation payments for the DPs and are monitoring the restoration of completed works. No major issue was noted during this monitoring period. I endorse acceptance of these reports and uploading for disclosure. Please advise us when these have been disclosed so we can reflect in our records.

However, please request LESCO to provide more details in the next monitoring report on (a) the status of identifying alternative site for the Barki GS, including agreements and consultations made with key stakeholders on the new location under Tranche III, and (b) specific actions being made to facilitate compensation payments in order to avoid complaints from DPs from escalating.

Regards,

Tito S. Nicolas

Senior Social Development Specialist (Safeguards)
Pakistan Resident Mission
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+92 305 9419662 (mobile)



Liaqat Ali

Dear Tito: Please review LESCO's SMR for abo...

16/01/2017 08:59:02 AM

From: Liaqat Ali/PRM/ADB
To: Jose Tiburcio Nicolas/CWRD/ADB@ADB
Cc: Zhang Lei/CWRD/ADB@ADB, Ehtesham Z. Khattak/PRM/ADB@ADB
Date: 16/01/2017 08:59 AM
Subject: Fw: Loans 2727-PAK/2972-PAK: PDEIP, Tranches 2 and 3 LESCO's Bi annual Social Monitoring reports July-December 2016

Dear Tito:

Please review LESCO's SMR for above tranches and provide your comments and/or clearance disclosure.

Regards,

Liaqat Ali, Project Analyst, Pakistan Resident Mission
Level 8, North, Serena Office Complex, G-5, Islamabad/Pakistan
Tele: (92-51) 2600351-69/2087210 Fax: (92-51) 2600365-66/2087397-98

email: lali@adb.org.

----- Forwarded by Liaqat Ali/PRM/ADB on 16/01/2017 08:57 AM -----

From: Muhammad Usman <uniqueromi@yahoo.com>
To: "jnicolas@adb.org" <jnicolas@adb.org>
Cc: "zlei@adb.org" <zlei@adb.org>, Liyaqat Ali <lali@adb.org>
Date: 13/01/2017 06:31 PM
Subject: Fw: Bi annual Social Monitoring reports T-II & T-III July-December 2016

Respected sir

Please find enclosed herewith the bi annual social monitoring reports for your kind perusal please

Regards

Muhammad Usman

Deputy Manager Environment LESCO

Sent from Yahoo Mail on Android

On Fri, Jan 13, 2017 at 3:21 PM, zartashia mazhar

<zartashia2010@yahoo.com> wrote:

A.o.A

Attach please find herewith Bi-Annual Social Monitoring Report July-December 2016 for onward submission to ADB.

Regards

Zartashia Mazhar

Social Development Officer



PMU LESCO Social Monitoring Report T_II December 2016.docx



Social Monitoring Report T-III December 2016.docx



Bi – Annual Internal Social Monitoring Report

Project Number: 2727 – PK (Tranche – II)

(July –December 2016)

Islamic Republic of Pakistan

**Power Distribution Enhancement Investment Project
(PDEIP) Tranche - II**

Multi – Tranche Financing Facility (MFF)

Financed by Asian Development Bank

**Prepared By: Environment & Safeguard Cell – Project Management Unit
Office of the Chief Engineer Development LESCO
132 – kV Qurtaba Grid Station Complex, Bahawalpur Road
Lahore – 54000 Pakistan**

**For: Pakistan Electric Power Company (PEPCO)
Lahore Electric Power Company (LESCO)**

This report does not necessarily reflect the views of ADB or the Government of Pakistan, and ADB and the Government can not be held liable for its contents

ASIAN DEVELOPMENT BANK

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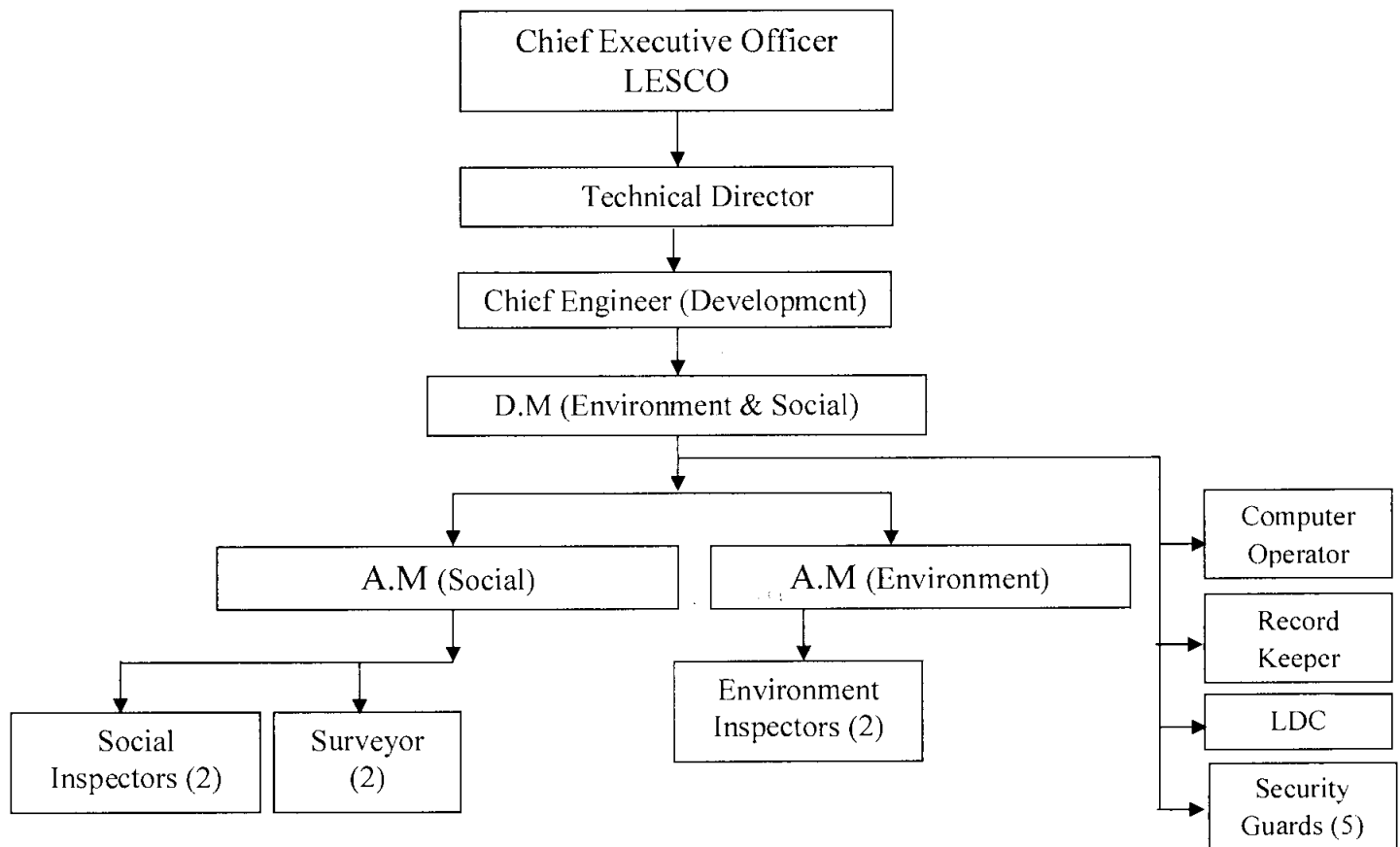
1. Introduction

- 1.1 LESCO is a public limited company responsible for distribution of electricity within its territorial jurisdiction comprising of five districts; Lahore, Kasur, Okara, Sheikhupura and Nankana of Punjab Province. LESCO was established in 1998 under Companies Ordinance, 1984 as a result of restructuring of the Power Wing of WAPDA after the enforcement of National Electric Power Regulatory Authority (NEPRA) Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997). LESCO is presently serving approximately three Million customers (Domestic, Commercial, Agricultural, Industrial and others).

Project Management Unit (PMU)

- 1.2 LESCO Environment and Social Cell had been established in 2007 and this cell is currently part of Project Management Unit PMU established in 2009 and headed by Chief Engineer Development. PMU comprises of four sections i.e. Planning, Scheduling & Coordination, Procurement, Finance, M.C&C, Environment & Social Safeguard and GSC department.

The organogram of Environment and Social Safeguard Cell is given below:



2. Project overview

- 2.1 LESCO through GOP has under gone a loan, project and financing agreement with the Asian Development Bank under Power Distribution Enhancement Investment Project Tranche - II in order to strengthen its existing distribution, transmission infrastructure and institutional capacity. The detail regarding project is summarized below:

ADB Loan No.	2727(SF) - PAK
Project Title	Power Distribution Enhancement Investment Project Tranche II
Borrower	Islamic Republic of Pakistan
Executing Agency	Pakistan Electric Power Company (PEPCO)
Implementing Agency	Lahore Electric Supply Company Ltd. (LESCO)
Total project cost (revised)	US \$ 35.46 Million.
ADB's financing (revised)	US \$ 24.88 Million
Counterpart Funding	US \$ 10.58 Million.
Loan Signing Date	January 28, 2011
Date of Closing (Revised)	December 31, 2016
Loan Effective Date	October 06, 2011

3. Scope of Work

Sub projects to be financed by Asian Development Bank in Tranche – II included following scope of work:

Construction of New Grid Stations	=	05
Augmentation of Power Transformers	=	12

4. Social Management

- 4.1 02 Nos. Land Acquisition and Resettlement Plans LARPs (approved by ADB) for 132 kV Grid Stations Doula Chuchak and Central Park & 03 Nos. Due Diligence Reports (approved by ADB) for 132 kV Grid Stations DHA Rahber, Jubilee Town and Press Club Housing Society have been prepared by M/s BPI and CEO LESCO approved the same on 10 – 07 – 2010.
- 4.2 Land Acquisition and Resettlement Plans (LARPs) have been translated into Urdu and uploaded on LESCO's website (www.lesco.gov.pk) on 15-11-2010 after approval of ADB.
- 4.3 Clauses regarding Social safeguards are included in Bidding Document of STG Projects financed by ADB under T-II on turnkey basis.
- 4.4 Approval has been accorded by Competent Authority of LESCO for an orientation workshop on Environment and Social Issues for Middle and Senior Management of LESCO and shall be conducted in next quarter.
- 4.5 Updated LARPs have been submitted to ADB for approval on 29-04-2014. ADB reviewed and approved on 13-10-2014. Revised/Updated LARPs have been uploaded on LESCO website.
- 4.6 LARPs were prepared on approved route plan and still there is no change in route plans so there is no remarkable/major change in the baseline data as provided in original LARPs.
- 4.7 Grievance Redressal Committee (GRC) has been re-notified in order to redress grievances of affected persons/stakeholders and notification is placed as **Annexure A**.

5. Social Monitoring

5.1 132 kV Grid Station Doula Chuchak and Feeding Transmission Line

Physical Works

132 kV Doula Chuchak Grid Station and its Feeding Transmission Line has been completed and the grid station has been energized in April'2016.

Land Status and Involuntary Resettlement

No land acquisition and involuntary resettlement involved as land was property of LESCO since fifteen years. During site visits no one complained or raised objection on LESCO for construction of grid station on the land owned by LESCO. However, LARP was prepared as this subproject involved construction of Feeding Transmission Line passing from four villages and caused damage to crops.

Crop Compensation Status

Crop Compensation is paid in three stages i.e. Foundation, Erection and Stringing. Compensation for foundation and erection stage has been paid to all affected persons except a few APs who were neither available during disbursement of compensation cheques on sites/GSC office and nor have contacted for compensation payment till so far. Announcement has been made on sites and GSC staff has visited the available addresses of APs to inform regarding cheques. Crop Compensation is paid on actual basis and has been disbursed through committee formulated by PD GSC. Final amount paid and completion status of compensation disbursement shall be provided by GSC for onward submission to ADB in next quarter.

Detail regarding compensation payment is tabulated below:

Sr. No.	Total No. of Affected Persons (APs)	No.of Affected Persons Paid (APs)	No. of Affected Persons (APs) yet to be Paid	Current Status & Remarks	Total Amount Disbursed in PKR Rs/-
Foundation	323	318	05	Cheques have been prepared but not disbursed due to non availability of APs. However, APs are being contacted by GSC staff to disburse the cheques at the earliest.	Rs.15868886/-
Erection	494	486	08		
Stringing	150	150		All Cheques have been disbursed to APs	Rs.2650550/-

Photographs of cheques disbursement for Stringing among Affected Persons of feeding T/line of Doula Chuchak are placed in **Annexure B**.

Restoration of Site

Feeding T/Line passed through agriculture land and has been restored and affected persons have started cultivation on land and no affected person complained regarding non restoration of land or any facility other than land.

5.2 132 kV Grid Station Central Park and Feeding Transmission Line

(Status Same As per Previous Report)

Physical Works

Civil works for Grid Station are near to completion and construction of feeding transmission line has not been started yet.

Land Status and Involuntary Resettlement

No land acquisition and involuntary resettlement involved as land was provided by Central Park Housing Society to LESCO free of cost. During site visits no one complained or raised objection on LESCO for construction of grid station on the land owned by LESCO. However, LARP was prepared as this subproject involved construction of Feeding Transmission Line passing from agricultural land and will cause damage to crops.

Crop Compensation Status

Neither construction nor crop compensation activity has been started yet for feeding transmission line of Central Park grid station.

Restoration of site

Status will be given after commencement of feeding T/Line construction.

5.3 132 kV Grid Station Jubilee Town and Feeding Transmission Line

(Status Same As per Previous Report)

Physical Works

Grid Station and feeding Transmission line completed and energized.

Land Status and Involuntary Resettlement

No land acquisition and involuntary resettlement involved as land was provided free of cost by housing society to LESCO. During site visits no one complained or raised objection on LESCO for construction of grid station. Due Diligence Report (DDR) was

prepared and approved by ADB and LESCO. Construction of feeding T/Line does not involve damage to crops or any other private or public assets.

5.4 132 kV Grid Station Press Club and Feeding Transmission Line

Physical Works

Civil works and electrical equipment installation for grid station is completed. Line work is under progress and it involves installation of only one pole.

Land Status and Involuntary Resettlement

No land acquisition and involuntary resettlement involved as land was provided free of cost by housing society to LESCO. During site visits no one complained or raised objection on LESCO for construction of grid station. Due Diligence Report (DDR) was prepared and approved by ADB and LESCO. Construction of feeding T/Line does not involve damage to crops or any other private or public assets.

5.5 132 kV Grid Station DHA Rahber and Feeding Transmission Line

(Status Same As per Previous Report)

Physical Works

Civil works and electrical installations have been completed.

Land Status and Involuntary Resettlement

No land acquisition and involuntary resettlement involved as land was provided free of cost by housing society to LESCO. During site visits no one complained or raised objection on LESCO for construction of grid station. Due Diligence Report (DDR) was prepared and approved by ADB and LESCO. Construction of feeding T/Line does not involve damage to crops or any other private or public assets.

5.6 Augmentation works shall be carried out within existing grid stations and no land acquisition or involuntary resettlement is involved.

5.7 GSC staff has been apprised regarding social aspects of the subprojects and on site briefing to the contractor has also be given for effective implementation of LARPs during site visits.

5.8 Mitigation Measures

5.8.1 Social Complaint Register (SCR) has been placed at all project sites in order to register the grievances and complaints of the stakeholders. No complaint has been registered so far by any affected person in SCR, however, during site visits of

E&S team regarding monitoring of crop compensation payment and consultation sessions, Affected persons (APs) of Doula Chuchak grid station demanded for fast and timely disbursement of crop compensation amount for stringing works. E&S Cell has regularly apprised the concerned GC Division Officers/Officials to expedite the process of compensation payment in order to redress the concerns of APs. Compensation assessment and disbursement procedure is too lengthy and remained main reason for late compensation payment. E&S cell PMU LESCO is regularly asking GSC staff to expedite the process of compensation payment.

5.8.2 The land has been restored to its original condition by the contractor and Affected Persons generally showed their satisfaction on restoration work during site visits of E&S team.

5.8.3 Grievance Redressal Committee (GRC) has been re-notified for Tranche II in order to comply with the Grievance Redressal Mechanism (GRM) described in LARPS. The organogram of GRC is given below:

Chief Engineer Development	Convener
Project Director GSC LESCO	Member
Dy. Manager (P&S) PMU LESCO	Member
Dy. Manager (Environment and Safeguard) LESCO	Member
One person from each project site	Member

The concerns regarding compensation payment have been resolved timely with the consultation of APs and no such complaints have been registered which needs GRM procedure to be followed for mitigation measures till so far.



LAHORE ELECTRIC SUPPLY COMPANY
Office of the Chief Engineer Development PMU LESCO
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Landline: 042-99214410; Fax: 042-99214412
Email: cedev@lesco.gov.pk

No. 246/2016 C.E (Dev)/DM (E&S)/02

Dated 06/06/2016

NOTIFICATION

A Grievance Redressal Committee has been constituted under convener ship of the undersigned in order to redress the complaints and grievances lodged by the stakeholders/affected people for the subprojects to be financed by ADB under Franche-II, III & IV. Grievance Redressal Committee (GRC) comprises of following

- | | |
|--------------------------------------|----------|
| 1. Chief Engineer Development PMU | Convener |
| 2. Project Director GSC | Member |
| 3. Manager (P&S) | Member |
| 4. Dy Manager (E&S) | Member |
| 5. One Person from each Project site | Member |

(Engr Asgher Reza Ch.)
Chief Engineer (Dev.)
PMU LESCO

Info:

1. Chief Executive Officer LESCO
2. General Manager Technical LESCO
3. Director IIR & Admn LESCO
4. All members nominated above
5. Master File

Annexure B: Photographs of disbursement of crop compensation of stringing work for Doula Chuchak Transmission line by GSC staff and representative of E&S Cell PMU LESCO









