

# Social Monitoring Report

---

Bi-annual Social Monitoring Report  
January 2017

## PAK: MFF – Power Distribution Enhancement Investment Program (Tranche 3)

## 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.

In preparing any country program or strategy, financing any project, or by making any designation of or reference to a particular territory or geographic area in this document, the Asian Development Bank does not intend to make any judgments as to the legal or other status of any territory or area.

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

Jose Tiburcio Nicolas (to: Liaqat Ali

20/01/2017 06:51 PM

Co: 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  
North Wing Level 8, Serena Office Complex  
Khayaban-e-Suhrawardy, G-5, Islamabad, Pakistan  
email: jnicolas@adb.org  
+92 51 2600351-69/ 208 7300 ext 219  
+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: 2972 – PK (Tranche – III)*

(July– December 2016)

## **Islamic Republic of Pakistan**

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

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**

## Table of Contents

<b>Sr. #</b>	<b>Brief Description</b>
1	Introduction of LESCO and PMU
2	Project Overview
3	Scope of Work
4	Social Management
5	Social Monitoring

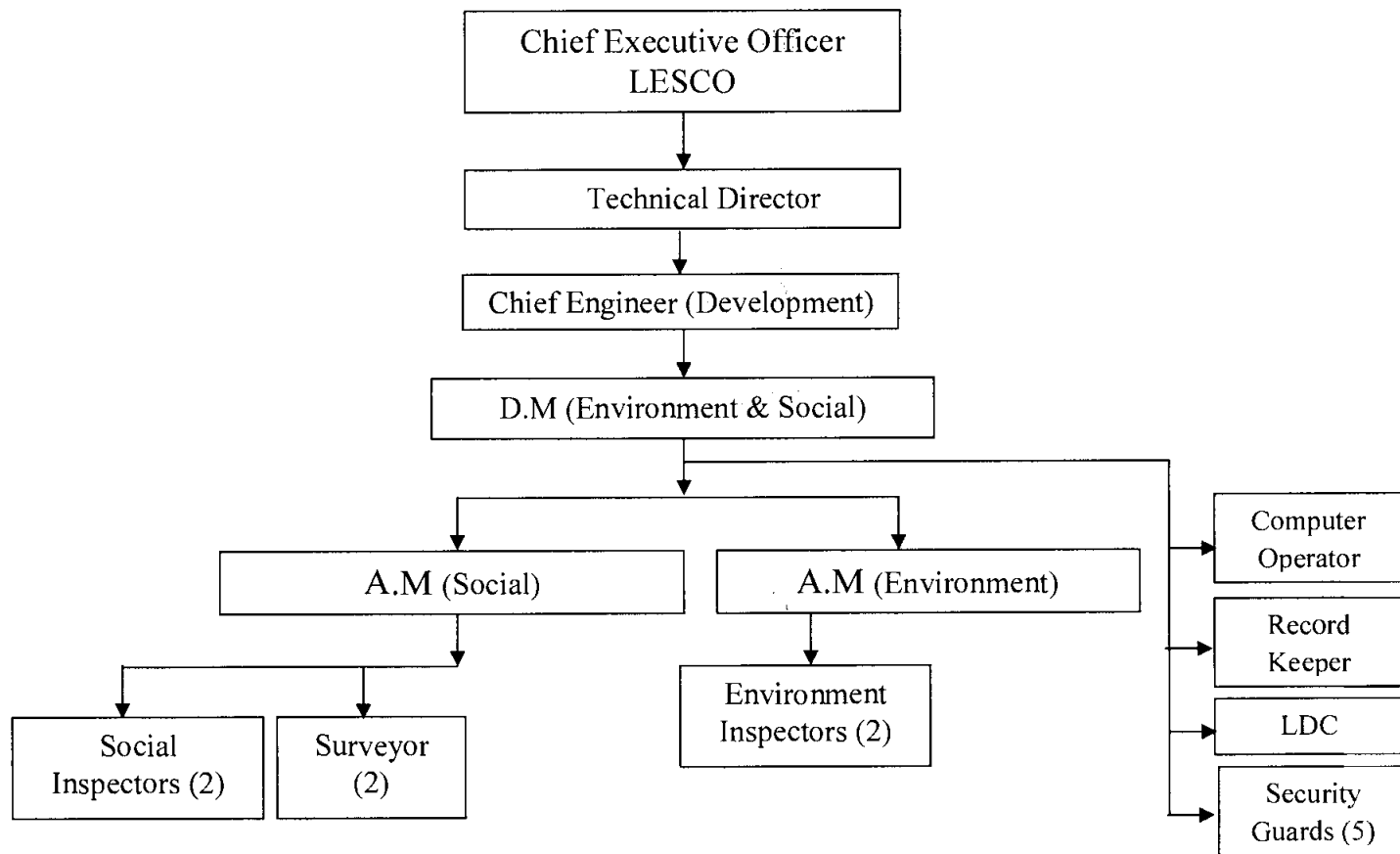
## 1. Introduction

1.1 LESCO is a public limited company responsible for distribution of electricity within its territorial jurisdiction comprising of five districts; Lahore, Kasur, Okara, Sheikhu Pura 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

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

ADB Loan No.	2972- PAK
Project Title	Power Distribution Enhancement Investment Project Tranche III
Borrower	Islamic Republic of Pakistan
Executing Agency	Pakistan Electric Power Company (PEPCO)
Implementing Agency	Lahore Electric Supply Company Ltd. (LESCO)
Total project cost	US \$ 24.344 Million
ADB's financing	US \$ 21.910 Million
Counterpart Funding	US \$ 2.434 Million
Loan Signing Date	September 9, 2013
Date of Closing (Revised)	December, 2017
Loan Effective Date	December 10, 2013

## 3. Scope of Work

The Major Scope of Work for the Tranche – III comprises of:

- a. Construction of Four New Grid Stations along with Feed Transmission Line on Turnkey Basis:

Sr.No.	Name of Projects
1	132 kV Fruit Mandi (Near Kahna)
2	132 kV DHA Phase-VI(Barki)
3	132 kV Audit &Accounts (Sadohki)
4	132kV DHA Phase-VII(Dera Chahal)



b. Augmentation & Extension of 12 Power Transformers with high capacity:

Sr.No.	Name of Projects	Type
1	132kV PWR	E
2	132kV Sharaqpur road Sheikhupura	E
3	132kV Kasur New	E
4	132kV DepalPur	E
5	132kV Warburton	E
6	132kV Walgan Sohail	E
7	132kV Fort 2 completed	A
8	132kV Khuddian 3 1 completed	A
9	132kV Okara City-2	A
10	132kV Shadara New 2 completed	A
11	132kV SheikhuPura 3 2 completed	A
12	132kV Farooq Abad 3 1 completed	A

#### 4. **Social Management**

- 4.1 Due Diligence Reports (DDRs) of 4 New Grid Stations and Augmentation & Extensions at 12 existing grid stations Tranche-III has been Prepared by M/s SMEC and CEO LESCO approved the same on 12 – 09 – 2013.
- 4.2 DDRs have been uploaded on LESCO's website ([www.lesco.gov.pk](http://www.lesco.gov.pk)).
- 4.3 Clauses regarding Social safeguards have been provided to the procurement section to include in the bidding documents of STG Projects on turnkey basis.
- 4.4 An orientation workshop on Environment and Social Issues will be conducted in next quarter for senior and Middle management as approval has been accorded by the competent authority of LESCO.
- 4.5 Grievance Redressal Committee has been notified for Tranche-III in order to redress the complaints and grievances of APs/stakeholders. Notification is placed as **Annexure A**

## **5. Social Monitoring**

### **5.1 132 kV Grid Station DHA Phase VI (Barki) and Feeding Transmission Line**

**(Same As per Previous Report)**

#### **Physical Works**

Contract has been awarded to M/s Transmark LECC and was mobilized to site for commencement of civil works. Excavation has been started on site; however, the work has been stopped as per direction of ADB due to the complaint of Lahore School of Economics.

#### **Land Status and Involuntary Resettlement**

No land acquisition was involved for this project and the land was given by DHA free of cost to LESCO for the construction of grid station and no involuntary resettlement was involved and there was no significant adverse social impact, dislocation of APs and compensation payment issues.

ADB received a complaint from Lahore School of Economics and has directed LESCO to change the location for construction of grid station in order to redress the complaint. The matter regarding change in location for grid station has been taken up with DHA and the work has been stopped on site.

### **5.2 132 kV Grid Station DHA Phase VII (Dera Chahal) and Feeding Transmission Line**

#### **Physical Works**

Contract has been awarded to M/s Transmark LECC. Civil works and Transmission Line construction is under progress.

#### **Land Status and Involuntary Resettlement**

Land for grid station is provided by DHA free of cost to LESCO and is in possession of LESCO. No complaint regarding construction of grid station has been lodged by anyone. There is no involuntary resettlement or significant adverse social impact. No compensation payment is involved for feeding transmission line.

**5.3 132 kV Grid Station Fruit Mandi (Near Kahna) and Feeding Transmission Line**  
**(Same as per previous Report)**

**Physical Works**

Notification of award has been issued to M/s CCCE-ETERN (JV) for construction of Grid Station along with associated Feeding Transmission Line. No construction activity on site yet.

**Land Status and Involuntary Resettlement**

32 Kanal land was provided by Punjab Government to LESCO voluntarily for the construction of grid station and no involuntary resettlement was involved. DDR was prepared and approved by ADB.

Subsequently LESCO constructed the boundary wall on grid station land after taking over the possession formally from Punjab Government. However, now local fruit traders have encroached inside the boundary wall of land allocated to LESCO due to non allotment of shops/sheds in fruit market and a writ petition is pending in Lahore High court for accordance of stay against Punjab Government by local traders. LESCO has taken up matter with PD Fruit Market to negotiate with encroachers and to resolve the issue of land.

**5.4 132 kV Grid Station Audit and Accounts (Sadohki) and Feeding Transmission Line**  
**Same As per previous Report**

**Physical Works**

Notification of award has been issued to M/s CCCE-ETERN (JV) for construction of Grid Station along with associated Feeding Transmission Line. No construction activity has been started yet on site.

**Land Status and Involuntary Resettlement**

Land for grid station is provided by Audit and Accounts Housing Society voluntarily free of cost to LESCO and is in possession of LESCO. No complaint regarding construction of grid station on this land has been lodged by anyone. There is no involuntary

resettlement or significant adverse social impact. DDR has been prepared and approved by ADB and LESCO.

## **5.5 Augmentation and Extension Works**

Augmentation and Extension works has been carried out within existing grid stations and no land acquisition or involuntary resettlement is involved.

### **Mitigation Measures**

5.5.1 Social Complaint Register (SCR) shall be placed at active sites in order to register the grievances and complaints of the stakeholders.

5.5.2 Grievance Redressal Committee (GRC) has been re-notified for Tranche III in order to comply with the Grievance Redressal Mechanism (GRM) described in LARF and to redress the complaints. 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



**LAHORE ELECTRIC SUPPLY COMPANY**  
**Office of the Chief Engineer Development PMU LESCO**  
132 - kV, Qurtaba Grid Station Complex, Bahawalpur Road Lahore  
Landline: 042-99214410; Fax: 042-99214412  
Email: [cedev@lesco.gov.pk](mailto:cedev@lesco.gov.pk)

No. 2768/GS /C.E (Dev)/DM (E&S)/02

Dated 27 /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 Tranche-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. Asghar Reza Ch.)  
Chief Engineer (Dev.)  
PMU LESCO

Info:

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

T2

	EMR	SMR
PESCO	✓	✓
GEPCO	✓	✓
HEPCO	✓	✓
TEPCO	✓	✓
LEPCO	✓	✓
MEPCO	✓	✓
PESCO		
QESCO		

T3

	EMR	SMR
FESCO	✓	✓
GEPCO	✓	✓
HEPCO	✓	✓
TEPCO	✓	✓
LEPCO	✓	✓
MEPCO	✓	✓
PESCO	✓	✓
QESCO	✓	✓

T4

	EMR	SMR
FESCO	✓	✓
GEPCO		
HEPCO		
TEPCO		
LEPCO		
MEPCO	✓	
PESCO		
QESCO		

no record found for ... APRs including ...