

 Early Warning System

ADB-42459-014

Local Government Enhancement Sector Project - Additional Financing



### Quick Facts

Countries	Sri Lanka
Financial Institutions	Asian Development Bank (ADB)
Status	Active
Bank Risk Rating	B
Voting Date	2016-09-27
Sectors	Agriculture and Forestry
Investment Type(s)	Loan
Investment Amount (USD)	\$ 60.00 million



### Project Description

#### DESCRIPTION

The additional financing will scale up the project that is performing well, by supporting water supply systems improvement in chronic kidney disease-affected areas, and improving local infrastructure and basic services delivery and advancing local government policy reform and capacity strengthening in Pradeshiya Sabhas not supported previously.

#### PROJECT RATIONALE AND LINKAGE TO COUNTRY/REGIONAL STRATEGY

Sri Lanka has three types of local authorities under nine provincial councils: (i) municipal councils constituted in cities and large towns, (ii) urban councils for less urbanized areas, and (iii) Pradeshiya Sabhas (local authorities) in peri-urban and rural areas. To respond to the need to improve basic infrastructure and services provided by local authorities, the Asian Development Bank (ADB) approved the Local Government Infrastructure Improvement Project in 2005. The infrastructure improvement project supported subprojects for water supply, roads, drainage and sewerage, and other municipal facilities such as public libraries, health care centers, and office buildings, under a bottom up, demand-driven approach that follows the priorities set out by local authorities, and improves the financial management capacity of these authorities. One limitation of the infrastructure improvement project was that financial constraints prevented participation by poor and financially weak Pradeshiya Sabhas, which thus were unable to benefit. The current project, which was approved in 2011, expanded the infrastructure improvement project's interventions by targeting poorer Pradeshiya Sabhas to improve basic service delivery in less-developed areas in seven of the nine provinces (excluding the Northern and Eastern provinces). The subprojects selected under the current project reflect the needs of the local people and are implemented by local authorities, who will remain responsible for operation and maintenance (O&M;) of the assets that are being built.

#### IMPACT

Local authorities' capacity financially and technically strengthened in less-developed areas of seven provinces in Sri Lanka (defined by project).

#### CONSULTING SERVICES

All consultants will be recruited according to ADB's Guidelines on the Use of Consultants (2013, as amended from time to time). An estimated 711 person-months (24 international, 687 national) of consulting services are required to (i) facilitate project management and implementation, (ii) carry out feasibility studies, detailed engineering designs, and construction supervision, and (iii) undertake validation and entry of local authorities' data with respect to tax and licenses. Two packages of consulting firms (36 person months) will be engaged using the quality- and cost-based selection (QCBS) method with a standard quality:cost ratio of 80:20 under the current loan and to be extended to Additional Financing. Another 5 Packages (4 DSC and 1 PMC, 675 person-months including 651 national and 24 international) will be recruited through single source selection (SSS) method, since the additional financing project is continuing with the original project activities in non-stop nature and the present consultants has satisfactory performance. A few individual consultants (114 person months) will also be engaged to support project management.

#### PROCUREMENT

All procurement of goods and works will be undertaken in accordance with ADB's Procurement Guidelines (2015, as amended from time to time). International competitive bidding (ICB) procedures will be used for civil works contracts estimated to cost \$ 15 million or more, and supply contracts valued at \$2 million or higher. National competitive bidding (NCB) procedures will be used for civil works contracts worth less than \$15 million, and supply contracts worth less than \$2 million. Shopping will be used for contracts for procurement of works and equipment worth less than \$100,000. All contracts will be less than the above threshold for ICB. No contracts under the project are expected to be above the NCB threshold. Post review (sampling) will



### Investment Description

- Asian Development Bank (ADB)

Loan 3431-SRI: Local Government Enhancement Sector Project - Additional Financing

Concessional ordinary capital resources / Asian Development Fund US\$ 60.00 million



### Contact Information

#### ACCOUNTABILITY MECHANISM OF ADB

The Accountability Mechanism is an independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an Asian Development Bank-financed project. If you submit a complaint to the Accountability Mechanism, they may investigate to assess whether the Asian Development Bank is following its own policies and procedures for preventing harm to people or the environment. You can learn more about the Accountability Mechanism and how to file a complaint at: <http://www.adb.org/site/accountability-mechanism/main>

#### CONTACTS

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### Bank Documents

- [Amendment to the Loan Agreement for Loan 3431-SRI: Local Government Enhancement Sector Project - Add](#) [Original Source]
- [Loan Agreement \(Special Operations\) for Loan 3431-SRI: Local Government Enhancement Sector Project -](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Bendiwewa Water Supply Scheme La](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Bendiwewa Water Supply Subprojec](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Environmental Assessment and Rev](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Gender Action Plan](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Indigenous Peoples Planning Fram](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Kukurampola Water Supply Subproj](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Mahailuppallama Water Supply Su](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Minneriya Water Treatment Plant](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Minneriya Water Treatment Plant](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Procurement Plan](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Project Administration Manual](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Report and Recommendation of the](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Resettlement Framework](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Thirappane Water Supply Subproje](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Uththupitiya Water Supply Subpro](#) [Original Source]
- [Local Government Enhancement Sector Project \(Additional Financing\): Water Supply Extension to Uththu](#) [Original Source]
- [Project Disclosure PDF](#)