

 Early Warning System

ADB-56010-002

Fiscal Sustainability and Green Recovery Program (Subprogram 2)



### Quick Facts

<b>Countries</b>	Bhutan
<b>Financial Institutions</b>	Asian Development Bank (ADB)
<b>Status</b>	Approved
<b>Bank Risk Rating</b>	B
<b>Voting Date</b>	2024-06-19
<b>Borrower</b>	Government of the Kingdom of Bhutan
<b>Sectors</b>	Agriculture and Forestry, Energy, Law and Government, Water and Sanitation
<b>Investment Type(s)</b>	Loan
<b>Investment Amount (USD)</b>	\$ 40.00 million
<b>Loan Amount (USD)</b>	\$ 40.00 million



### Project Description

As stated by the ADB, the proposed Fiscal Sustainability and Green Recovery Program (Subprogram 2) prioritizes follow-on reforms to implement the frameworks and strategies pursued under Subprogram 1, especially a medium-term revenue strategy (MTRS), state-owned enterprise (SOE) reform strategy and performance, promotion of CSIs and the creative industry, a national adaptation plan (NAP), and a climate-resilient development strategy.

Subprogram 1 focused on medium-term institutional and policy frameworks to boost the efficiency of revenue administration, SOE management, private sector and skills development, and climate change adaptation and mitigation measures. The program focuses on 3 reform areas: (i) strengthening domestic resource mobilization, (ii) promoting private sector development, and (iii) facilitating green recovery.

Climate change mitigation and adaptation measures will lay the foundation for greening the recovery. It will lead to the adoption of adaptation implementation and investment plans in key sectors and increase the share of renewable energy (excluding hydropower) consumption to 2.5% of total energy consumption.



### Early Warning System Project Analysis

The ADB categorized the project risks as follows:

**Environment - B;**

**Involuntary Resettlement - C;**

**Indigenous Peoples - C.**



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### Investment Description

- Asian Development Bank (ADB)



### Contact Information

#### ADB Team Leaders:

Chandan Sapkota - Public Management Economist; SG-PSMG

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*No contacts provided at the time of disclosure.*

#### ACCESS TO INFORMATION

You can submit an information request for project information at: <https://www.adb.org/forms/request-information-form>

ADB has a two-stage appeals process for requesters who believe that ADB has denied their request for information in violation of its Access to Information Policy. You can learn more about filing an appeal at: <https://www.adb.org/site/disclosure/appeals>

#### 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>.



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### Bank Documents

- [Loan Agreement \(Ordinary Operations \[Concessional\]\) for Loan 4453-BHU](#)
- [Project Disclosure PDF](#)
- [Report and Recommendation of the President](#)



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### Other Related Projects

- ADB-56010-001 Fiscal Sustainability and Green Recovery Program (Subprogram 1)