

# **Bangladesh: Coastal Climate-Resilient Infrastructure Project**

Project Name	Coastal Climate-Resilient Infrastructure Project					
Project Number	45084-002					
Country	Bangladesh					
Project Status	Approved					
Project Type / Modality of Assistance	Loan					
Source of Funding / Amount	Grant 0310-BAN: Coastal Climate-Resilient Infrastructure Project					
Amount	Strategic Climate Fund	US\$ 10.00 million				
	Grant: Coastal Climate-Resilient Infrastructure Project					
	KfW Grant	US\$ 8.80 million				
	IFAD Grants	US\$ 1.00 million				
	Loan 2913-BAN: Coastal Climate-Resilient Infrastructure Project					
	Asian Development Fund	US\$ 20.00 million				
	Loan 8258-BAN: Coastal Climate-Resilient Infrastructure Project					
	Strategic Climate Fund	US\$ 20.00 million				
	Loan: Coastal Climate-Resilient Infrastructure Project					
	International Fund for Agricultural Development	US\$ 59.00 million				
Strategic Agendas	Environmentally sustainable growth Inclusive economic growth					
Drivers of Change	Governance and capacity development Partnerships					
Sector / Subsector	Agriculture, natural resources and rural development - Rural flood protection - Rur Transport - Road transport (non-urban)	ral market infrastructure				
Gender Equity and Mainstreaming	Effective gender mainstreaming					
Description	This project is proposed under the Government of Bangladesh's Strategic Program (SPCR), prepared under the Pilot Program for Climate Resilience (PPCR). The PPCR Climate Fund (SCF) within the Climate Investment Funds (CIF), to pilot and demon mainstream climate resilience in development planning and management. The SP PPCR Sub-committee on 10 November 2010. Led by the Asian Development Bank and International Finance Corporation, proposed investments in the Bangladesh S improving coastal embankments, rural connectivity, water supply and sanitation, financing, and capacity building for mainstreaming climate resilience, and knowle of the projects approved for enhanced climate resilience under the SPCR, the Clim Infrastructure Improvement in Coastal Zone Project will improve livelihoods in the vulnerable to climate variability and change.	is a part of the Strategic strate ways to PCR was approved by the (ADB), the World Bank PCR will focus on promoting public-private dge management. As one nate Resilient				

Project Rationale and Linkage to Country/Regional Strategy Bangladesh is one of the most vulnerable countries to climate variability and change because of its geographic location, low deltaic floodplain, and hydro-meteorological influence of erratic monsoon rainfall and other extreme climate events. Increased risks of severe flooding, more frequent extreme weather events, salinity intrusion, erratic rainfall pattern, increased temperature and a potential sea level rise pose new risks to the rural infrastructure, particularly to the coastal districts. Rural infrastructure is directly vulnerable to the impacts of climate variability and change as well as indirectly, through changes to the surrounding environment. Changes in temperature are likely to impact road pavements. Extreme weather events such as stronger and/or more frequent cyclones and storm surges will affect the capacity of drainage and overflow systems to deal with stronger or faster velocity water flows. Increased salinity levels will reduce the structural strength of pavements and lead to precipitated rusting of the reinforcement in concrete structures, thereby reducing their effective life. Changes in rainfall pattern and water levels will impact road foundations with obvious consequences on their sustainability and robustness. To ensure its longevity and sustainability, any rural infrastructure investment, especially in coastal districts must be resilient to climate change associated extreme events. Inadequate attention to these impacts will increase the long-term costs of infrastructure investments, and the likelihood that such investments fail to deliver the intended benefits.

Climate change threatens the significant achievements made by Bangladesh in the last 2 decades in raising incomes and reducing poverty. In the country, women are relatively more vulnerable to extreme climate events because of poorer access to education and health services and economic opportunities; limited mobility; and various social restraints. By 2050, climate change impact is projected to result in an increase in the temperature by over 1.0 C and sea level rise of about 30 cm. This could make an additional 14% of the country extremely vulnerable to floods and dislocate more than 35 million people in the coastal districts. The country has an outstanding adaptation deficit and there exist substantial risks from severe flooding even in the current climate. According to a recent estimate, 87% of roads in the country will be substantially inundated due to climate change by 2050. The cost of adaptation for the railways, road network, embankments and drainage infrastructure to offset additional inundation due to climate change alone is estimated at \$ 2.7 billion. This estimate is conservative as it does not include the additional adaptation required in urban areas and unprotected river banks.

The project, while enhancing longevity and sustainability, will improve livelihoods in nine rural costal districts prone to climate variability and change. The project will consider various climate proofing options both for engineering (subsurface conditions, material specifications, cross section and standard dimensions, drainage and erosion, and protective engineering structures), and non-engineering (maintenance, planning and early warning, knowledge products development and dissemination, capacity development and environmental management). ADB's Country Strategy and Program for Bangladesh (2006-10) and forthcoming Country Partnership Strategy (2011-15) both emphasizes the need for integration of disaster risk management and climate change adaptation and dealing with climate-induced natural disasters.

Impact

Improved livelihood in rural coastal districts vulnerable to climate change

Project Outcome	
Description of Outcome	Enhanced climate resilience of coastal infrastructure in 12 rural coastal district benefiting poor and women
Progress Toward Outcome	Activites being carried out as planned. Procurement of civil works for construction/improvement of roads and markets ongoing.
Implementation Progress	
Description of Project Outputs	<ol> <li>Improved road connectivity</li> <li>Improved market services</li> <li>Enhanced climate change adaptation capacity</li> </ol>
Status of Implementation Progress (Outputs, Activities, and Issues)	
Geographical Location	
Safeguard Categories	
Environment	В
Involuntary Resettlement	А
Indigenous Peoples	В

#### **Summary of Environmental and Social Aspects**

# Environmental Aspects

An environmental assessment and review framework (EARF), and initial environmental examinations, including environmental management plans (EMPs) for sample subprojects have been prepared. The EARF sets out the requirements for project screening and classification, subproject selection, information disclosure to, and consultation with, the affected people, EMP development and implementation, and monitoring and reporting. The initial environmental examinations found the planned subprojects to have only small and localized adverse impacts on the environment, which can be managed by the mitigation measures proposed in the EMPs. IFAD and KfW indicated that they will require that the subprojects financed by them in parallel comply with the same environmental standards as those financed by ADB.

## Involuntary Resettlement

It is expected that there will be some land acquisition and minor physical displacement required on many of the road sub-projects as they will be raised and widened to provide climate resilience. Land acquisition and resettlement will be negligible under the market and cyclone shelter components, as construction is expected to remain within existing boundaries or on government lands. The government expects that much of the land acquisition will be through voluntary donation. As refusal to donate land or enter into a negotiated financial settlement would necessarily lead to expropriation (in order to retain climate resilient design integrity), any sub-project that entails land acquisition (either through voluntary or involuntary means) or physical displacement will be subject to a resettlement plan. As the project is sector like, and most of the sub-projects are not yet selected, a resettlement framework has been prepared. This will guide the preparation and implementation of land acquisition and resettlement activities across the entire project. Resettlement plans have been prepared for two sample sub-projects and a due diligence for one sub-project which can be used as an example for future planning. IFAD and KfW indicated that they will require that the subprojects financed by them in parallel comply with the same social safeguards standards as those financed by ADB.

#### **Indigenous Peoples**

Project preparation indicated that there were no indigenous people (IP) communities within the context of ADB's Safeguard Policy Statement, impacted by any of the three sample sub-projects analyzed. Given that there will be many more sub-projects designed and undertaken over the course of the project, and the project area contains small numbers of distinct and vulnerable IP communities, a Small Ethnic Communities Planning Framework has been developed to guide the screening and planning process during implementation. IFAD and KfW indicated that they will require that the subprojects financed by them in parallel comply with the same social safeguards standards as those financed by ADB.

### Stakeholder Communication, Participation, and Consultation

## During Project Design

The initial stakeholders are the Ministries of Finance, Planning, and Local Government, Rural development and Cooperatives of Government of Bangladesh. The executing agency will be Local Government Engineering Department. At the local level, stakeholders include local administration, union councils, farmers, market users and general people of the project area. Both women and men have stake in all categories of infrastructure. Various line departments and their local offices will also be involved. The demand group includes farmers, retail traders and businessmen, small entrepreneurs, wholesale traders, woman traders, poor and vulnerable women, rickshaw pullers and van drivers, transport owners, school and college teachers, students and other people of the community.

Different types of consultation and participation will be required at various levels. The PPTA will be implemented through a participatory and consultative approach with the executing agency staff, and other stakeholders. Stakeholder consultation will be a key activity to reach consensus on the project designs.

## During Project Implementation

The PPTA will assess the participation methods and lessons from the ongoing rural infrastructure projects and identify ways for effective stakeholder participation during the implementation phase. An effective, practical and inclusive participation strategy will be developed based on the findings of the consultations and considering the needs and interests of diverse groups of the population. It will also include strengthening capacity of LGED and union councils in managing a participatory development process.

# **Business Opportunities**

Consulting Services

Two consulting packages will be procured under the project: (i) the Design and Supervision Consultants will be engaged to undertake detailed design, draft bidding documents and supervise the construction works, and the (ii) Management Support Consultants will support the PMO and will be responsible for delivery of all capacity building services. Consultants will be engaged through consulting firms (international). Consulting firms will be engaged using the quality- and cost-based selection (QCBS) method with a quality/cost ratio of 90/10 and full-technical proposals.

# Procurement

The project will involve procurement of civil works, vehicles, equipment, and training/workshop/studies packages through international and national competitive bidding procedures, or shopping, as appropriate. All procurement of goods and works will be undertaken in accordance with ADB's Procurement Guidelines. For IFAD and KfW, their procurement guidelines will be followed.

Responsible ADB Officer	Rezaul K. Khan
Responsible ADB Department	South Asia Department
Responsible ADB Division	Environment, Natural Resources & Agriculture Division, SARD
Executing Agencies	Local Government Engineering DepartmentSSWRDSP@LGED.ORGLGED Bhaban (Level 6), Agargaon Sher-e-Bangla Nagar, Dhaka 1207, Bangladesh

Timetable	
Concept Clearance	02 Nov 2011
Fact Finding	04 Jun 2012 to 19 Jun 2012
MRM	15 Aug 2012
Approval	28 Sep 2012
Last Review Mission	-
Last PDS Update	27 Jul 2015

# Grant

	Financing Plan		Grant Utilization			
Total (Amount in US\$ million)		Date	ADB	Others	Net Percentage	
Project Cost	68.80	Cumulative Contract Awards			Awards	
ADB	0.00	- 0.00 0.00			%	
Counterpart	0.00	Cumulative Disbursements				
Cofinancing	68.80	•	0.00	0.00	%	

# Grant 0310-BAN

Milestones						
Annroyal	Ciamina Data	Effectivity Date	Closing			
Approval	Signing Date	Effectivity Date	Original	Revised	Actual	
28 Sep 2012	09 Jan 2013	28 Feb 2013	30 Jun 2019	-	-	

	Financing Plan			Grant Utilization			
	Total (Amount in US\$ million)	Date ADB Others Net Perce					
Project Cost	10.00	Cumulative Contract Awards					
ADB	0.00	28 Sep 2012 0.00 8.94					
Counterpart	0.00	Cumulative Disbursements					
Cofinancing	10.00	28 Sep 2012	31%				

# Loan 2913-BAN

Milestones					
Annroyal	Signing Date	Effectivity Date	Closing		
Approval	Signing Date	Effectivity Date	Original	Revised	Actual
28 Sep 2012	09 Jan 2013	28 Feb 2013	30 Jun 2019	-	-

	Financing Plan			Loan Utilization			
	Total (Amount in US\$ million)	Date	ADB	Others	Net Percentage		
Project Cost	51.20	Cumulative Contract Awards					
ADB	20.00	28 Sep 2012 7.00 0.00			38%		
Counterpart	31.20	Cumulative Disbursements					
Cofinancing	0.00	28 Sep 2012	2.27	0.00	12%		

Status of Covenants						
Category	Sector	Safeguards	Social	Financial	Economic	Others
Rating	-	-	-	-	-	Satisfactory

## Loan 8258-BAN

Milestones					
Approval	Signing Date	Effectivity Date	Closing		
Арргочаг	Signing Date	Effectivity Date	Original	Revised	Actual
28 Sep 2012	09 Jan 2013	28 Feb 2013	30 Jun 2019	-	-

	Financing Plan			Utilizatio	on
	Total (Amount in US\$ million)	Date ADB Others Net Percei			
Project Cost	20.00	Cumulative Contract Awards			
ADB	0.00	28 Sep 2012 0.00 7.54			
Counterpart	0.00	Cumulative Disbursements			
Cofinancing	20.00	28 Sep 2012	0.00	3.11	16%

Project Page	http://www.adb.org/projects/45084-002/main
Request for Information	http://www.adb.org/forms/request-information-form?subject=45084-002
Date Generated	22 August 2015

ADB provides the information contained in this project data sheet (PDS) solely as a resource for its users without any form of assurance. Whilst ADB tries to provide high quality content, the information are provided "as is" without warranty of any kind, either express or implied, including without limitation warranties of merchantability, fitness for a particular purpose, and non-infringement. ADB specifically does not make any warranties or representations as to the accuracy or completeness of any such information.