

**CY 2010 ODA Portfolio Review
ALERT MECHANISM MATRIX
as of December 2010**

Indicators

1a - Average disbursement rate is below 50% for one year or in the last four quarterly reporting periods

1b - Availment rate is below 50% during the reporting period

1c - Difference between time elapsed and utilization rate is more than 30%

2a - At least 15% physical slippage

2b - Failure to report overall weighted physical accomplishment or slippage on two consecutive quarters

2c - Delays in any major activity in the critical path for at least 6 months

3a - Potential cost overruns of at least 10 percent of ICC-approved cost

3b - Actual cost overruns of at least 10 percent of ICC-approved cost (excluding cost overruns with NEDA Board confirmation of ICC approval)

4 - Project is on its final year of implementation

Project Title	IA	FI	Indicator Threshold(s) Breached									Remarks	
			Financial			Physical			Cost Overrun		Completing Project		
			1a	1b	1c	2a	2b	2c	3a	3b	4		
A. ACTUAL PROBLEM PROJECTS													
ALERT LEVEL II													
1	Arterial Road Bypass Project I (Plaridel and Cabanatuan)	DPWH	JICA		✓	✓					✓		Cost overrun request approved by ICC-TB in April 2010. Project shall be presented to ICC-CC upon securing DBM certified budget strategy.
2	Credit Facility for the Environmental Management Project	DBP	SIDA		✓	✓	✓	✓				✓	Zero disbursements and no reported accomplishments as of December 2010, due to delay on the part of SIDA to issue amendments to the loan agreement. DBP requested SIDA to finalize in the loan agreement the negotiated amortization of 6% of the EKN (Exportkreditnämnden) Premium. SIDA has yet to take action on the matter.
3	Help for Catubig Agricultural Advancement Project Stage I	NIA	JICA	✓		✓	✓		✓	✓			JICA approved a 2-year loan validity extension. NIA to go back to ICC to request for another round of cost overrun and 1-year extension.
4	Judicial Reform Support Project	SC	WB			✓	✓		✓				Delay in implementation of civil works in the Angeles City Hall of Justice and PhilJA Annex Building.
5	Metro Manila Urban Transport Integration Project	DPWH	WB			✓		✓	✓			✓	Incomplete subprojects (Don Mariano Marcos Avenue) extension project) as of closing date of 31 March 2010 is now locally funded. Implementation Completion report is being finalized.
6	Mindanao Roads Improvement Project	DPWH	SFD	✓	✓	✓	✓		✓				Indicator 2c breached due to procurement delays (failure of bidding). Other major causes of delay include peace and order problems in Lanao and Basilan.

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7 National Program Support for Tax Administration	BIR	WB		✓	✓	✓		✓				Given a utilization rate of 16.12% and elapsed time of 77.86%, project implementation is delayed. Most of the delays were brought about by changes in agency leadership and technical level staffs that led to less familiarization with the Project. Meanwhile, seven (7) activities under the Program were temporarily put on hold and were not included in the Annual Procurement Plan due to an ongoing gaps analysis.
8 NorthRail Project Phase 1 Section 1	NLRC	CHINA	✓		✓			✓				Project under review by DOTC & NEDA due to allegations of exorbitant pricing and non-viability.
9 Tulay ng Pangulo sa Kaunlaran	DPWH	UK		✓	✓	✓	✓	✓			✓	Contract with supplier was terminated on 21 February 2008 due to non-compliance to the provisions of the contract, but unutilized loans proceeds have yet to be utilized.
10 Tulay ng Pangulo Para sa Magsasaka Project	DPWH	UK		✓	✓	✓	✓	✓				Contract with supplier was terminated on 24 January 2008 due to dismal performance, but unutilized loans proceeds have yet to be utilized.
ALERT LEVEL I												
11 Agrarian Reform Communities Project II	DAR	OPEC	✓	✓	✓	✓						ADB assessed the Project as a "Project at Risk" during the last mission (as of September 2010).
	DAR	ADB	✓	✓								
12 Infrastructure for Rural Productivity Enhancement Sector	DA	ADB						✓			✓	Requesting for 22-month extension.
13 Integrated Coastal Resources Management Project	DENR	ADB		✓	✓			✓				Delayed procurement.
14 Mindanao Rural Development Project-Phase 2	DA	WB			✓	✓		✓				Subproject pipeline picked up compared to previous quarters but most subprojects are still in preparatory stages (FS, DED).
15 Philippine Energy Efficiency Project	DOE	ADB		✓	✓			✓				Works on the setting-up of a Super Energy Service Company has not yet started because PNOC renege on its previous agreement to become the Super ESCO
16 Second Cordillera Highland Agricultural Resource Management Project	DA	IFAD		✓								Delayed implementation due to low demand of LGUs for subprojects. For OPEC, loan proceeds have not been disbursed (no accomplishment).
		OPEC		✓	✓	✓	✓	✓				
17 Southern Philippine Irrigation Sector Project	NIA	ADB	✓								✓	Loan closed in June 2010 with about US\$ 10 million of the loan amount undisbursed. Remaining incomplete works to be funded locally by NIA.
B. POTENTIAL PROBLEM PROJECTS												
18 Angat Water Utilization and Aqueduct Improvement Project Phase II	MWSS	CHINA			✓							

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19 Gapan-San Fernando-Olongapo Road Project Phase II	DPWH	KOREA		✓								Procurement of civil works targeted in February 2011.
20 National Sector Support for Health Reform	DOH	WB			✓							
21 Credit for Better Health Care Project	DBP	ADB		✓								Project implementation was affected by change in local leadership in the targetted borrower provinces. Interest rate offered by the project is relatively higher than other facilities available to the LGUs, making the loan unattractive to borrower LGUs.
22 New Communications, Navigation and Surveillance/Air Traffic Management Systems Dev't	DOTC	JICA		✓	✓							Per latest assessment, construction may complete one month after loan closing date of 2 May 2013.
23 Laguna De Bay Institutional Strengthening and Community Development Project	LLDA	WB	✓									
24 Logistics Infrastructure Development Project II	DBP	JICA	✓									
25 Bacolod-Silay Airport Access Road Project	DPWH	KOREA		✓	✓							Awaiting financial data from PMO.
26 Central Mindanao Road Project	DPWH	JICA		✓	✓							
27 Health Sector Reform Project	DOH	GERMANY	✓	✓	✓							Difficulty of LGUs in complying with Project's requirements to allow them to avail of the KfW loan funds.
28 Credit Line for Energy Efficiency and Climate Protection in the Philippines	LBP	GERMANY		✓	✓							Per LBP, no scheduled disbursements took place within 2010 as implementation was geared towards marketing and promoting the relending facility to clients/stakeholders.
29 Mega Bridges for Urban and Rural Development	DPWH	FRANCE					✓					Bridge supply & construction is categorized into two unibridges and fly-overs. Percentage accomplishment for each category is provided though nothing is reported for overall accomplishment.
30 National Road Improvement Management Project Phase II	DPWH	WB	✓	✓	✓							Delays caused by procurement issues (technical and design issues).
31 Pinatubo Hazard Urgent Mitigation Project III	DPWH	JICA					✓					Request for change in scope and cost increase submitted. Waiting for reply from DPWH concerning query on scope.
32 Rural Power Project	DBP	WB-AF		✓								
33 Second Women's Health and Safe Motherhood Project	DOH	WB		✓	✓							Delay is due to failure of LGUs to comply with MOA requirements to enable them to pay the womens' health teams. The long procurement process is also a factor.
34 Rural Road Network Development Project III	DPWH	JICA			✓							

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35 Urgent Bridges Construction Project for Rural Development	DPWH	JICA	✓									
36 Pasig Marikina River Channel Improvement Project (Phase II)	DPWH	JICA					✓					Still awaiting for report submission (made follow-ups to DPWH-PMO).
37 Rapid Food Production Enhancement Programme	DA	IFAD				✓						Planting targets for September and October were moved to November-January due to standing crops from wet cropping season, which led to delayed implementation.
38 Widening of Gapan-San Fernando-Olongapo	DPWH	KOREA								✓		
C. PROJECTS ON SCHEDULE												
39 Banaoang Pump Irrigation Project	NIA	CHINA									✓	Completing in March 2011.
40 Credit Line for Solid Waste Management Project	DBP	GERMANY									✓	Closed in December 2010.
41 Land Administration & Management Project Phase II	DENR	WB										
42 Manila Third Sewerage Project	LBP	WB										
43 Northrail-Southrail Linkage Project	PNR	KOREA									✓	Loan closed on 29 December 2010.
44 Agno River Integrated Irrigation Project	NIA	China										
45 Agrarian Reform Infrastructure Support Project III	DAR	JICA										
46 Agriculture Credit Support Project	LBP	JICA										
47 ARMM Social Fund for Peace and Development	ASFPD-FMO	JICA										
		WB-AF										
48 Bridge Construction/Replacement Project	DPWH	Spain										
49 Community Based Forest and Mangrove Management Project	DENR	Germany										
50 DPWH Bridge Construction Acceleration Project for Calamity-Stricken Areas	DPWH	AUSTRIA										
51 Development of Sub-specialty Capabilities for Heart-Lung-Kidney Diseases in Selected Regional Hospitals	DOH	NETHER									✓	Project already completed. Currently under warranty period.

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