



Republic of Indonesia  
Ministry of Public Works  
Directorate General of  
Highway



Australia Indonesia Partnership  
Kemitraan Australia Indonesia



# THE EASTERN INDONESIA NATIONAL ROAD IMPROVEMENT PROJECT (EINRIP)

AIP LOAN NO: AIPRD - L002



## PROJECT PROGRESS REPORT

**JUNE 2009**

**PROJECT MANAGEMENT UNIT  
(PMU-EINRIP)**

## TABLE OF CONTENTS

<b>1</b>	<b>INTRODUCTION .....</b>	<b>3</b>
1.1	Scope of Report.....	3
<b>2</b>	<b>EINRIP PROJECT .....</b>	<b>3</b>
2.1	Project Objectives.....	3
2.2	Project General Data .....	3
2.3	Loan Fund Allocation.....	4
2.4	Project Scope .....	5
<b>3</b>	<b>STATUS OF EINRIP PROJECT COMPONENTS .....</b>	<b>7</b>
3.1	Progress of Civil works .....	8
3.2	Progress of Goods.....	21
3.3	Implementation Support .....	22
<b>4</b>	<b>PROCUREMENT PLAN &amp; IMPLEMENTATION SCHEDULE.....</b>	<b>23</b>
<b>5</b>	<b>FINANCIAL PROGRESS .....</b>	<b>24</b>
5.1	Project Financial Status.....	24
5.2	Payments Processed in June 2009 .....	24
5.3	Summary of Special Account.....	24
<b>6</b>	<b>KEY ISSUES .....</b>	<b>25</b>
<b>Appendix 1</b>	<b>Procurement Plan Version 4 (Revised 4 June 09) .....</b>	<b>26</b>
<b>Appendix 2</b>	<b>Implementation Plan based on Procurement Plan Version 4 ...</b>	<b>28</b>

## ABBREVIATIONS

ACAP	: Anti-Corruption Action Plan
AIPRD	: Australia-Indonesia Partnership for Reconstruction and Development
AMDAL	: <i>Analisa Mengenai Dampak Lingkungan</i> – Environmental Impact Assessment Process
AusAID	: Australian Agency for International Development which administers AIP, AIPRD
AWP	: Annual Work Programme
Bina Marga	: Directorate General of Highways within the Ministry of Public Works
DGH	: Directorate General of Highways within the Ministry of Public Works
Dit Bintek	: Directorate of Technical Affairs within DGH
Dit Bipram	: Directorate of Planning within DGH
EINRIP	: Eastern Indonesia National Roads Improvement Project
ESS	: Environmental and Social Safeguards
FMR	: Financial Monitoring Report – quarterly expenditure report and cash forecast for six months
GOI	: Government of Indonesia
IBRD, WB	: International Bank for Reconstruction and Development – World Bank
ICB	: International Competitive Bidding
LARAP	: Land Acquisition and Resettlement Action Plan
MOF	: Ministry of Finance
MPW	: Ministry of Public Works
NOL	: No Objection Letter
P2JJ	: <i>Perencanaan dan Pengawasan Jalan dan Jembatan</i> – Road and Bridge Design and Supervision Unit
PAS	: Procurement Advisory Services
PMM	: Project Management Manual
PMSC	: Project Management Support Consultant
PMU	: Project Management Unit (to be qualified by Project name, e.g. PMU-EINRIP)
PPC	: Project Preparation Consultant
RSC	: EINRIP Regional Supervision Consultant
SLARAP	: Simplified LARAP
TOR	: Terms of Reference
UKL	: <i>Upaya Pengelolaan Lingkungan</i> – site specific Environmental Mitigation Plan
UPL	: <i>Upaya Pemantauan Lingkungan</i> – site specific Environmental Monitoring Plan

## 1 INTRODUCTION

---

### 1.1 Scope of Report

In accordance with clause III.A.1(a) of Schedule 2 of the AIPRD-L002 loan agreement between GOI and Commonwealth of Australia represented by AusAID, and the procedures laid out in the Project Management Manual (PMM), this report is the monthly **Project Progress Report (PPR)** for the month of **June 2009**,

This report has been prepared by Project Management Unit for EINRIP (PMU-EINRIP), Directorate of Planning in DGH.

## 2 EINRIP PROJECT

---

The Australian Indonesia Partnership for Reconstruction and Development (AIPRD) is administered by the Australian Agency for International Development (AusAID) in partnership with the Government of Indonesia (GOI). As part of AIPRD, both governments have committed loan funds (A\$300 million) to the **Eastern Indonesia National Road Improvement Project (EINRIP)**.

EINRIP supports a program of National Road and bridge improvement projects, with major focus on roads upgraded to National roads from previously Provincial or non-status roads and limited road capacity expansion.

Approximately 4,300 km of roads are affected, of which around 500 kilometers and 15 steel truss bridges are covered by this project (package ESU-01, ESH-01 and ESR-02)

### 2.1 Project Objectives

The project development objective is *“To support regional economic and social development in Eastern Indonesia by improving the condition of the national road network.”*

The main objective is to improve road links to an acceptable standard, suitable to their new status, to help ensure that the National road network provides acceptable standards of service and accessibility, and is capable of supporting local and regional economic development.

### 2.2 Project General Data

- |                        |   |  |
|------------------------|---|--|
| a. Loan Number         | : | AIPRD - L002   |
| b. ID Project          | : | 21594001   |
| c. Total Project Value | : | AUD 330 million  |
| d. AusAID Loan portion | : | AUD 300 million  |
| e. GOI Loan portion    | : | AUD 30 million (as sharing for the applicable tax payment under EINRP project) |
| f. Sharing Ratio       | : | AusAID:GOI = 89%:11%   |
| g. Loan negotiation    | : | 3 July 2007  |

- h. Loan Signing : 7 September 2007
- i. Loan Effectiveness : 4 March 2008
- j. Implementation Period : 2008 - 2012
- k. Loan Closing date : 1 June 2011
- l. Executing Agency : Directorate General of Highways (DGH),
- m. Treatment Length : About 500 km of roads and 3,504 meters of bridges
- n. Treatment Type : Betterment of existing road with widening, capacity road expansion and replacement / rehabilitation of bridges
- o. Provinces in project : Bali  
West Kalimantan  
South Kalimantan  
South East Sulawesi  
South Sulawesi  
North Sulawesi  
Central Sulawesi  
NTB (Nusa Tenggara Barat) &  
NTT (Nusa Tenggara Timur)

### 2.3 Loan Fund Allocation

The loan sharing between GOI and AusAID is shown below. This is based on the prices as of September 2007 and using exchange rate of 1AUD=7500 IDR.

No.	Category	GOA (A\$ m)	GOI (A\$ m)	Total (A\$ m)
<b>1</b>	<b>Civil Works</b>			
	National Roads	229.7	28.6	258.3
	<b>Sub Total :</b>	<b>229.7</b>	<b>28.6</b>	<b>258.3</b>
<b>2</b>	<b>Goods</b>			
	Bridge Trusses	9.9	1.22	11.1
	Equipment	0.3	0.08	0.3
	<b>Sub Total :</b>	<b>10.2</b>	<b>1.3</b>	<b>11.5</b>
<b>3</b>	<b>Incremental Operating Cost</b>			
	PMU	0.7	0.1	0.8
	<b>Sub Total :</b>	<b>0.7</b>	<b>0.1</b>	<b>0.8</b>

No.	Category	GOA (A\$ m)	GOI (A\$ m)	Total (A\$ m)
<b>4</b>	<b>Implementation Support</b>			
	Project Management Support	6.3		6.3
	Regional Supervision	17.0		17.0
	Procurement Adviser	1.2		1.2
	<b>Sub Total :</b>	<b>24.5</b>		<b>24.5</b>
<b>5</b>	<b>Unallocated</b>			
	Physical Contingencies	11.5		11.5
	Price Contingencies	23.4		23.4
	<b>Sub Total :</b>	<b>34.9</b>		<b>34.9</b>
<b>TOTAL PROJECT</b>		<b>300.0</b>	<b>30.0</b>	<b>330.0</b>

## 2.4 Project Scope

The scope of the civil works is the selected roads in Eastern Indonesia and includes the following components:

- Betterment treatments including minor widening on inter-urban roads;
- Replacement or improvement of bridge and other structures that lie within the selected road sections;
- A limited of road capacity expansion (capex); and
- A steel truss bridge replacement program and rehabilitation for existing deteriorated bridges throughout Indonesia.

The projects have been prepared in three separate groups of packages, called Annual Work Programs (AWP) including AWP 1 Batch 1, AWP 1 Batch 2 & AWP 2 and AWP 3.

The list of projects included under the three AWP is as follows:

No	Package No.	Name	Province	Length
<b>CIVIL WORKS</b>				
<b>AWP 1 BATCH 1</b>				
1	EBL - 01	Tohpati – Kusamba	Bali	10.79 km
2	EKB – 01	Pontianak – Tayan	West Kalimantan	31.50 km
3	EKS – 01	Martapura – Ds. Tungkup	South Kalimantan	18.89 km
4	ENB- 01AB	Sumbawa Besar By Pass	NTB (Sumbawa)	11.20 km
5	ENB- 01C	Pal IV – Km 70	NTB (Sumbawa)	31.79 km
6	ESR- 01	Tinanggea – Kasipute	South East Sulawesi	33.77 km

7	ESS- 01	Sengkang – Impaimpa – Tarumpakke	South Sulawesi	24.18 km
8	ESS- 02	Bantaeng – Bulukumba	South Sulawesi	26.88 km
9	ESU- 01	Molibagu – Mamalia – Taludaa	North Sulawesi	5 bridges ( 480 m)
<b>AWP 1 BATCH 2</b>				
10	ENB- 02	Km 70- Bts. Cabdin Dompou	NTB (Sumbawa)	14.10 km
11	ENB- 03	Bts. Cabdin Dompou – Banggo	NTB (Sumbawa)	22.87 km
12	ESH- 01	Lakuan – Buol	Central Sulawesi	16.24 km
13	ESR- 02	Kasipute – Bambaesa	South East Sulawesi	23.93 km
<b>AWP 2</b>				
14	EKS- 02	Banjarmasin – Bts. Kalteng	South Kalimantan	12.90 km
15	EKS- 03	Jl. A.Yani (Martapura – Ds. Tungkup)	South Kalimantan	23.08 km
16	EKS- 04	Ds.Tungkup – Rantau	South Kalimantan	26.97 km
17	ESS- 03	Jeneponto – Bantaeng	South Sulawesi	25.83 km
18	ESS- 04	Bulukumba – Todong	South Sulawesi	20.74 km
19	ESS- 05	Bulukumba – Todong	South Sulawesi	19.96 km
20	ESS –06	Bulukumba – Todong – Sinjai	South Sulawesi	24.52 km
<b>AWP 3</b>				
21	EBL- 02	Tohpati – Kusamba Section	Bali	8.20 km
22	EKS- 05	Barabai – Mantimin	South Kalimantan	24.10 km
23	EKS- 06	Mantimin – Dahai	South Kalimantan	23.65 km
24	ENT- 01	Ende – Aegela	NTT	15.60 km
<b>GOODS</b>				
1	ESB-02	Prefabricated Steel Bridges	Various	895m

### **3 STATUS OF EINRIP PROJECT COMPONENTS**

---

The EINRIP Project Progress Report (PPR) for the month of **June 2009** is reported under following broad activities (components):

#### **3.1 Progress of Civil works**

- Preparation (Detailed Design & Bid Documentation)
- Status of Environmental and Social Studies
- Procurement Status
- Implementation Status (awarded contracts)

#### **3.2 Progress of Goods**

- Prefabricated Steel Bridge Material

#### **3.3 Progress of Implementation Support Consultants**

- PMSC - Project Management Support Consultant
- RSC - Regional Supervision Consultant
- PAS - Procurement Advisory Services Consultant

### 3.1 Progress of Civil works

CIVIL WORKS					
No	Package No	Province	Item	Status	Follow-up Action
<b>AWP 1 BATCH 1</b>					
1	EBL - 01 Tohpati – Kusamba	Bali	Design:	Completed	-
			Social/Env. Studies:	UKL/UPL completed, No land acquisition	-
			Procurement:	Completed, Contract awarded	-
			Construction:	<p>Contract awarded to: <i>Jaya Konstruksi – Duta Graha, JO</i>  <b>Contract cost: Rp. 180,819,429,297 (incl. VAT)</b>                      Time for completion: 730 days                      Contract signed: 5-Dec-2008                      Commencement Date: 25-Feb-2009  <b>Physical schedule : 5,369 %</b>  <b>Physical progress: 3.93 %</b>                      Disbursement Status: 10% (Advance payment)                      Contract Amendment No. 1 has been signed, but NOL from AusAID not processed yet.                      The bridge construction was on going but lack in supervision from RSC as the personnel of Bridge Engineer has not been mobilized until end of June 2009.</p>	<p>RSC is yet to mobilize the Bridge Engineer urgently as bridgeworks have started.                      NOL for Amendment No 1 from AusAID to be obtained.                      Revision of bridge pile configuration for Tukad Wos bridge under review.</p>
2	EKB – 01 Pontianak –	West Kalimantan	Design:	Completed	-
			Social/Env. Studies:	LARAP complete, land acquisition complete	-

CIVIL WORKS					
No	Package No	Province	Item	Status	Follow-up Action
	Tayan		Procurement:	Completed and Contract awarded NOL for Contract & disbursement issued on 19-May-09	-
			Construction:	Contract awarded to: <i>PT. Waskita Karya</i> <b>Contract cost: Rp. 137,336,950,000 (incl. VAT)</b> Time for completion : 730 days Contract signed: 20-Apr-2009 Commencement Date: To be issued Physical Progress: Under Mobilisation Disbursement Status: 10% (Advance payment paid on 23-Jun-09)	Pre-construction Meeting scheduled for 15-Jul-09 RSC to ensure completion of site supervision team. RSC to issue Commencement Date.
3	EKS - 01 Martapura – Ds. Tungkap	South Kalimantan	Design:	Completed	
			Social/Env. Studies:	SLARAP/LARAP approved by DGH and . 2 WTP (affected persons) payments not processed yet as one was miscalculated.	PMSC to monitor the payment evidence and coordinate with PPK of LG.
			Procurement:	BER prepared by Procurement Committee sent to AusAID on 20 May 2009. AusAID did not agree with the recommendations and asked PAS to review the BER.	BER under review by Procurement Committee. Need to finalize urgently.
			Construction:	-	-
4	ENB- 01AB Sumbawa Besar By Pass	NTB (Sumbawa)	Design:	Completed	-
			Social/Env. Studies:	UKL/UPL completed and approved by DGH and LG. LARAP complete and land acquisition complete.	-

CIVIL WORKS					
No	Package No	Province	Item	Status	Follow-up Action
			Procurement:	Completed, Contract awarded	-
			Construction:	<p>Contract awarded to: <i>PT. Jaya Kontruksi Manggala Pratama Tbk</i></p> <p><b>Contract cost: Rp. 66, 983, 600,000 (incl. VAT)</b></p> <p>Time for completion: 540 days</p> <p>Contract signed: 16-Mar-2009</p> <p>Pre-construction Meeting on: 15-Apr-2009</p> <p>Commencement Date: 5 June 2009</p> <p><b>Physical Schedule: 0.812%</b></p> <p><b>Physical Progress: 0.858%</b></p> <p>Disbursement Status: 10% (Advance payment)</p> <p>Pavement widening can not proceed due to public water supply pipe on existing road bed and relocation area.</p> <p>Team Leader of RSC as Engineer did not approve the replacement of General Superintendent (GS) nominated by the Contractor.</p>	<p>Equipment mobilization still incomplete.</p> <p>Coordination with Bupati Sumbawa on the utilities relocation in the project, which may require variation in the contract.</p>
5	ENB- 01C Pal IV – Km 70	NTB (Sumbawa)	Design:	Completed.	-
			Social/Env. Studies:	<p>UKL/UPL completed and approved by DGH and LG.</p> <p>LARAP complete and approved by DGH and LG.</p> <p>Payment to PAP under process..</p>	<p>Need to complete land acquisition process immediately. Collecting land payment evidences.</p> <p>Monitoring of land acquisition by PMSC and preparation of LARAP</p>

CIVIL WORKS					
No	Package No	Province	Item	Status	Follow-up Action
					Monitoring Report.
			Procurement:	AusAID NOL for Procurement issued on 30-Apr-09 Advertisement published on 12-Jun-09	Bids for ENB-01C will be opened 4-Aug-09.
			Construction:	-	-
6	ESR- 01 Tinanggea - Kasipute	South East Sulawesi	Design:	Completed.	-
			Social/Env. Studies:	UKL/UPL completed and approved by DGH and LG. LARAP complete and approved by DGH and LG. Land acquisition complete.	-
			Procurement:	Completed, Contract awarded	-
			Construction:	Contract awarded to: <i>PT.Multi Structure – PT.Trifa Abadi, JO</i> <b>Contract cost: Rp. 115,730,355,000 (incl. VAT)</b> Time for completion: 730 days Contract signed: 02-Apr-2009 Pre-construction Meeting held on 19-May-09 Disbursement Status: 10% (Advance payment)	RSC need to mobilize all Field Team personnel and then prepare the date for commencement of works.
7	ESS- 01 Sengkang – Impaimpa – Tarumpakke	South Sulawesi	Design:	Completed.	-
			Social/Env. Studies:	LARAP complete and approved by DGH and LG. Land acquisition evidence to be collected.	PMSC to follow up data collection, prepare Monitoring report. Start payment once budget is available.

CIVIL WORKS					
No	Package No	Province	Item	Status	Follow-up Action
			Procurement:	Bids opened on 11-Jun-09 Bid under evaluation. PC has sought few clarifications from bidders.	Need to finalize BER soon.
			Construction:	-	-
8	ESS- 02 Bantaeng – Bulukumba	South Sulawesi	Design:	Completed.	-
			Social/Env. Studies:	LARAP complete and approved by DGH and LG. Land acquisition evidence provided by PPK of LG. PMSC has completed draft LARAP Monitoring Report and Sub Dir Tech Environment is reviewing draft LARAP monitoring report.	-
			Procurement:	Contract awarded to: PT. Waskita Karya-PT Brantas Abipraya, JO <b>Contract cost: Rp. 124,600,055,000 (incl.VAT)</b> Time for completion: 730 days Contract signed: 19-May-09	NOL for Contract and Disbursement from AusAID will be issued once LARAP Monitoring Report is complete and approved.
			Construction:	-	-
9	ESU- 01 Molibagu – Mamalia – Taludaa	North Sulawesi	Design:	Completed	-
			Social/Env. Studies:	UKL/ UPL complete & approved by DGH and LG. SLARAP complete and approved by DGH and LG. Land acquisition completed	-

CIVIL WORKS					
No	Package No	Province	Item	Status	Follow-up Action
			Procurement:	Site visit and pre-bid meeting held on 14-16 April 09. Bids opened on 4-Jun-09.	Bid Evaluation under review by Procurement Committee and PAS.
			Construction:	-	-
AWP 1 BATCH 2					
10	ENB- 02 Km 70- Bts. Cabdin Dompu	NTB (Sumbawa)	Design:	Completed and design legalized by Bintek on 2-Feb-09.	-
			Social/Env. Studies:	UKL/ UPL complete, approved by DGH and LG. LARAP, approved by DGH and LG. Land acquisition cost to be compiled by LG. Rp 244.28 million allocated in APBD 2009.	PMSC to monitor land measurements. Once LA payment complete, LARAP monitoring report should be prepared. This process to occur while bidding is in on-going.
			Procurement:	NOL for procurement issued on 26-May-09. IFB was published in the newspaper on 17-Jun-09. In discussion with AusAID and PCs, the option for simultaneous bid opening for ENB-01C, ENB-02 and ENB-03 was discussed at length. The Addendum to bid documents was issued on 20-Jun-09.	Bids for ENB-01C, ENB-02 and ENB-03 will be opened simultaneously on 14-Aug-09.
			Construction:	-	-
11	ENB- 03 Bts. Cabdin Dompu – Banggo	NTB (Sumbawa)	Design:	Completed, design legalized by Bintek on 06-Apr-09.	-
			Social/Env. Studies:	UKL/ UPL complete, approved by DGH & LG. LARAP, approved by DGH, not LG. Land measurements to be compiled by LG. Insufficient	PMSC to monitor the measurements and payments of land once the budget is allocated.

CIVIL WORKS					
No	Package No	Province	Item	Status	Follow-up Action
				land acquisition budget, shortfall by Rp. 600 million. Expected that it will be allocated in APBD-P 2009.	
			Procurement:	NOL for procurement issued on 26-May-09, with comments to modify Owner's Estimate (OE), bid documents and design drawings. IFB was published in the newspaper on 19-Jun-09. In discussion with AusAID and PCs, the option for simultaneous bid opening for ENB-01C, ENB-02 and ENB-03 was discussed at length.	Bids will be opened on 14-Aug-09.
			Construction:	-	-
12	ESH- 01 Lakuan – Buol	Central Sulawesi	Design:	Design and bid docs submitted to Dit. Road and Bridge for Eastern Region.	-
			Social/Env. Studies:	UKL/ UPL complete, approved by DGH & LG. LARAP approved by DGH and LG. Bupati inform that land acquisition is complete	Land acquisition process in bridge location. PMSC to collect and check evidence of land acquisition payments.
			Procurement:	Bidding docs and IFB draft has been submitted to AusAID on 3 Jun 09. AusAID issued letter inform procurement this package can not start according ambiguous information on LARAP document.	AusAID needs clarification to Lakuan-Buol land acquisition and request LARAP document need to be revision.
			Construction:	-	-

<b>CIVIL WORKS</b>					
<b>No</b>	<b>Package No</b>	<b>Province</b>	<b>Item</b>	<b>Status</b>	<b>Follow-up Action</b>
13	ESR- 02 Kasipute – Bambaea	South East Sulawesi	Design:	Design complete and legalized on 23-Feb-09.	-
			Social/Env. Studies:	UKL/ UPL complete, approved by DGH & LG. LARAP approved by DGH and LG. Land acquisition process for area of bridge site started.	PMSC to monitor and collect evidence of land payments and prepare LARAP Monitoring Report.
			Procurement:	NOL for procurement from AusAID issued on 20-May-09. IFB advertised on 5-Jun-09.	Bid opening on 22-Jul-09.
			Construction:	-	-
<b>AWP 2</b>					
14	EKS- 02 Banjarmasin – Bts. Kalteng	South Kalimantan	Design:	Design complete, legalized on 30-Oct-08.	-
			Social/Env. Studies:	LARAP approved by DGH, agreed by Local Government at Pre-Pleno stage.  Estimated land acquisition budget is Rp. 3.332 billion, but not allocated in APBD 2009.  LG argue they didn't allocate budget for LA in APBD according LG has been acquired in 1995.	Balai and DJJWT need to coordinate with LG to follow up land acquisition process.
			Procurement:	Bidding Documents reviewed by PAS has been submitted to committee and PMU.	Committee should submit the final Bidding Documents for review by PAS.
			Construction:	-	-
15	EKS- 03 Jl. A.Yani	South Kalimantan	Design:	Design complete by PPC but not approved by Bintek. Sub Directorate of Technical Environment request for	Sub. Dir. Technical Environment to review the report and issue

CIVIL WORKS					
No	Package No	Province	Item	Status	Follow-up Action
	(Martapura – Ds. Tungkup)			pedestrian pathway under the bridge. PMSC conducted site visit and provided recommendation to BinTek.	legalization for environmental integration into design.
			Social/Env. Studies:	UKL/ UPL complete, approved by DGH & LG. LARAP approved by DGH, agreed by Local Government at Pre-Pleno stage Estimated land acquisition budget is Rp. 11.425 billion, but not allocated in APBD 2009.	PMU to explore options for budget availability.
			Procurement:	Procurement scheduled for 2010.	-
			Construction:	-	-
16	EKS- 04 Ds.Tungkup – Rantau	South Kalimantan	Design:	Design complete, legalized on 14-Apr-09.	-
			Social/Env. Studies:	UKL/ UPL complete, approved by DGH & LG. LARAP approved by DGH, agreed by Local Government at Pre-Pleno stage Estimated land acquisition budget is Rp. 23.401 billion, but not allocated in APBD 2009.	PMU to explore options for budget availability.
			Procurement:	Procurement scheduled for 2010.	-
			Construction:	-	-
17	ESS- 03 Jeneponto –	South Sulawesi	Design:	Design complete.	-
			Social/Env. Studies:	UKL/ UPL complete, approved by DGH & LG.	PMSC to monitor and collect

CIVIL WORKS					
No	Package No	Province	Item	Status	Follow-up Action
	Bantaeng			LARAP approved by DGH and LG.	evidence of land payments.
			Procurement:	PAS has reviewed the bid documents and Owner's Estimate.	PC need to revise Bidding document based on PAS review.
			Construction:	-	-
18	ESS- 04 Bulukumba – Todong	South Sulawesi	Design:	Design complete, legalized on 6-May-09 by BINTEK.	-
			Social/Env. Studies:	AMDAL required, not completed. Estimated land acquisition budget is Rp. 4.283 billion, but no allocation in APBD 2009.	PMU with Dit. Road and Bridge for Eastern Region to explore options for budget availability and discuss with Provincial / Kabupaten Government for additional allocation.
			Procurement:	Procurement scheduled for 2010.	-
			Construction:	-	-
19	ESS- 05 Bulukumba – Todong	South Sulawesi	Design:	Design complete, legalized by BINTEK on 6-May-09	-
			Social/Env. Studies:	AMDAL required, not completed. Estimated land acquisition budget is Rp. 6.112 billion, but no allocation in APBD 2009.	PMU with Dit. Road and Bridge for Eastern Region to explore options for budget availability and discuss with Provincial / Kabupaten Government for additional allocation.
			Procurement:	Procurement scheduled for 2010.	-

CIVIL WORKS					
No	Package No	Province	Item	Status	Follow-up Action
			Construction:	-	-
20	ESS -06 Bulukumba – Todong – Sinjai	South Sulawesi	Design:	Design complete, legalized by BINTEK on 6-May-09	-
			Social/Env. Studies:	AMDAL required, not completed. Estimated land acquisition budget is Rp. 4.027 billion, but no allocation in APBD 2009.	PMU with Dit. Road and Bridge for Eastern Region to explore options for budget availability and discuss with Provincial / Kabupaten Government for allocation.
			Procurement:	Procurement scheduled for 2010.	-
			Construction:	-	-
<b>AWP 3</b>					
21	EBL- 02 Tohpati – Kusamba Section	Bali	Design:	Design complete	-
			Social/Env. Studies:	None required.	-
			Procurement:	IFB was published in the newspaper on 23 Jun 09. Bid opening planned for 16-Aug-09.	-
			Construction:	-	-
22	EKS- 05 Barabai – Mantimin	South Kalimantan	Design:	Design complete	-
			Social/Env. Studies:	AMDAL required, not completed. Estimated land acquisition budget is Rp. 57.321 billion, but no allocation in APBD 2009.	PMU with Dit. Road and Bridge for Eastern Region to explore options for budget availability and discuss with Provincial / Kabupaten Government for additional

CIVIL WORKS					
No	Package No	Province	Item	Status	Follow-up Action
					allocation.
			Procurement:	Procurement scheduled for 2010.	-
			Construction:	-	-
23	EKS- 06 Mantimin – Dahai	South Kalimantan	Design:	Design complete	-
			Social/Env. Studies:	AMDAL required, not completed. Estimated land acquisition budget is Rp. 30.943 billion, but no allocation in APBD 2009.	Kabupaten Government to allocate land acquisition budget and speed up the completion of AMDAL.
			Procurement:	Procurement scheduled for 2010.	-
			Construction:	-	-
24	ENT- 01 Ende – Aegela	NTT	Design:	Design complete	-
			Social/Env. Studies:	UKL/ UPL complete, approved by DGH & LG. LARAP approved by DGH. Estimated land acquisition budget is Rp. 2.314 billion, but no allocation in APBD 2009.	Pleno on 30-May-09. PMU with Dit. Road and Bridge for Eastern Region to explore options for budget availability and discuss with Provincial / Kabupaten Government for additional allocation.
			Procurement:	Procurement scheduled for 2010.	-
			Construction:	-	-

### 3.2 Progress of Goods

GOODS					
1	ESB-02	Prefabricated Steel Bridges	Design:	Completed	-
			Social/Environmental:	None required.	-
			Procurement:	Completed, Contract awarded	-
			Construction:	<p>Contract awarded to: <i>PT. Karunia Berca Indonesia</i></p> <p><b>Contract cost: Rp. 50,529,504,300</b></p> <p>Contract duration: 210 days</p> <p>Contract signed: 15-Dec-09</p> <p>Target completion: 13-Jul-09</p> <p><b>Progress to date:</b> Procurement for steel material is 100% complete, fabrication is 73% complete, and galvanization is 64% complete.</p> <p>Test loading on A-50 truss held on 19 May 2009</p> <p>GOI portion for advance payment has been paid less than 11 %, the Finance Department decided this payment status to be backlog.</p> <p>Contract amendment with RSC on supervision of bridge equipment supply formalized. RSC has started supervision.</p>	PPK to process the remaining GOI portion payment to supplier.

### 3.3 Implementation Support

The three Consultants have now been fully mobilized and following is summary of key activities carried out under each.

Consultancy:	<b>Project Management Support Consultant (PMSC)</b>
Firm:	SMEC International. Pty. Ltd.
Contract duration:	39 months
Commencement:	January 2009
Key activities in reporting month:	<ul style="list-style-type: none"> <li>• Coordination with PMU and support in various tasks</li> <li>• Continued development work on MIS and FMIS in consultation with PMU and EMU (AusAID).</li> <li>• Started comments for PMM Manual revision.</li> <li>• Uploading of documents on EINRIP website</li> <li>• Update of Procurement Plan</li> <li>• Continue monitoring of ESS studies</li> <li>• Site visit to EKS-03 (Martapura – Ds. Tungkup), South Kalimantan to review the issue of a pedestrian crossing.</li> <li>• Provided the logistics support and office accommodation for the M&amp;E survey teams which are conducting 2009 M&amp;E surveys.</li> </ul>

Consultancy:	<b>Regional Supervision Consultant (RSC)</b>
Firm:	Egis BCEOM International
Contract duration:	39 months
Commencement:	December 2008
Key activities in reporting month:	<ul style="list-style-type: none"> <li>• Continued supervision activities on awarded contracts.</li> <li>• Key issue is mobilization of supervision staff on contracts.</li> <li>• Quality Assurance Plan being finalized.</li> <li>• Started the standardization of progress reporting.</li> <li>• Work progressing on developing training plan for RSC and Contractors staff.</li> </ul>

Consultancy:	<b>Procurement Advisory (PAS)</b>
Firm:	URS Australia PTY, LTD
Contract duration:	16 months
Commencement:	December 2008
Key activities in reporting month:	<ul style="list-style-type: none"> <li>• Procurement activities continued on all packages.</li> <li>• Training for all Procurement Committees now complete for bids in 2009</li> <li>• Continued reviews of bid documents and BERs</li> </ul>

## 4 PROCUREMENT PLAN & IMPLEMENTATION SCHEDULE

---

The Project Procurement Plan is the key document that sets out the planned procurement activities for various sub-projects. This Plan is required to be updated every quarter, submitted to AusAID for no-objection and once NOL from AusAID is received, is to be uploaded on the EINRIP web site.

A series of discussions were held between PMU, PAS and PMSC, and a draft Procurement Plan was submitted to AusAID for review.

Subsequent to the review by AusAID, NOL for **Procurement Plan Version 4** (revised 4 June 2009) was awarded on 10-Jun-09.

To appreciate the impact of the revised procurement plan, an Implementation Schedule has been drawn up that broadly displays the estimated duration of the contract and end of Defects Notification Period.

The Procurement Plan Version 4 (revised 4 June 2009) is presented in **Appendix 1**.

The Implementation Schedule based on the new Procurement Plan is presented in **Appendix 2**.

## 5 FINANCIAL PROGRESS

### 5.1 Project Financial Status

As at 30-Jun-2009, the financial status of the project is

No.	Category	Payments GOA (SA) (In Million)				Payments GOI (In Million)			
		June 2009		Cumulative to Date		June 2009		Cumulative to Date	
		IDR	AUD	IDR	AUD	IDR	AUD	IDR	AUD
1	Civil Works	11,111.81	1.37	40,524.96	5.17	1,510.71	0.186	5,509.57	0.704
2	Goods	-	-	8,176.59	1.08	-	-	833.74	0.110
3	IOC	56.01	0.01	977.24	0.13	6.92	0.001	123.30	0.016
4	Implementation Support	962.58	0.12	34,906.82	4.62	-	-	-	-
	<b>Total</b>	<b>12,130.40</b>	<b>1.50</b>	<b>84,585.61</b>	<b>11.00</b>	<b>1,517.63</b>	<b>0.187</b>	<b>6,466.61</b>	<b>0.830</b>

### 5.2 Payments Processed in June 2009

Category	GOA (Special Account) (Million)		GOI Portion (Million)	
	IDR	AUD	IDR	AUD
<b>1. Civil Works</b>				
EKB-01, Adv. Payment	11,111.81	1.37	1,510.71	0.186
<b>2. Goods</b>				
Nil	-	-	-	-
<b>3. IOC</b>				
IOC costs	56.01	0.01	6.92	0.001
<b>4. Implementation Support</b>				
PAS Consultant	962.58	0.12	-	-
<b>Total</b>	<b>12,130.40</b>	<b>1.50</b>	<b>1,517.63</b>	<b>0.187</b>

### 5.3 Summary of Special Account

The Special Account status of EINRIP as on **30 June 2009** is:

- Cumulative Advances to Special Account to date is A\$ 52.23 million consisting of:
  - WA No. 1 (23 April 2009) : A\$ 8,177,894.00
  - WA No. 2 (23 March 2009) : A\$ 19,049,965.00
  - WA No. 3 (23 June 2009) : A\$ 24,999,965.00
- Balance in Special Account is **A\$ 41.22 million**
- Expenditure charged to Special Account for the period **June 2009: A\$ 1.50 million**

## 6 KEY ISSUES

---

- Need for early mobilization of RSC supervision teams, so that contracts can commence on time.
- PPK (Contract Officers) to ensure provision of sets of contract documents to RSC.
- Need for continuous review of procurement guidelines and other procedures in PMM.
- Completion of AMDAL issues for 5 projects will have impact on implementation schedule.
- Budget for land acquisition for those packages where there is no APBD allocation needs to be followed up for alternative options. This continued through the reporting period.

**Appendix 1 Procurement Plan Version 4 (Revised 4 June 09)**

---

**PROCUREMENT PLAN FOR WORKS/GOODS**  
**Eastern Indonesia National Roads Improvement Project (EINRIP)**  
**Procurement Method and Implementation Schedule**  
**Version No: 4 (Rev 4/06/09)**  
**Date: 26 May, 2009**

REVISED 4 JUNE 2009

CIVIL WORKS / GOODS										BIDDING PROCESS						CONTRACT PROCESS		
No.	Package No.	Description	Procurement Method	Alloc. Rupiah billion	Allocated Amount AUD Million	Prior / Post Review	Plan versus Actual	Bidding Documentation		Invitation for Bids Date	Bid Opening Date	Bid Evaluation Report & Draft Contract		Contract Signature Date	Disbursement Approval			
								Submitted Date	NOL Procurement			Submitted Date	NOL Award		Submitted Date	NOL Disbursement		
<b>ICB for Civil Works</b>																		
1	EBL-01	Bali - Tohpati - Kusamba Stage 1	ICB	192	25.6	Prior	Plan	25-Jul-08	28-Jul-08	1-Aug-08	15-Sep-08	15-Oct-08	29-Oct-08	19-Nov-08	5-Nov-08	12-Nov-08		
							Actual	1-Aug-08	4-Aug-08	6-Aug-08	19-Sep-08	6-Nov-08	20-Nov-08	5-Dec-08	10-Dec-08	11-Dec-08		
2	EKB-01	West Kalimantan Pontianak - Tayan	ICB	165	22.0	Prior	Plan	12-Oct-08	17-Oct-08	20-Oct-08	4-Dec-08	3-Jan-09	17-Jan-09	15-May-09	22-May-09	29-May-09		
							Actual	22-Aug-08	5-Sep-08	9-Sep-08	29-Oct-08	27-Feb-09	24-Mar-09	20-Apr-09	15-May-09	19-May-09		
3	EKS-01	South Kalimantan Marlapura - Ds. Tungkap	ICB	102	13.6	Prior	Plan	2-Feb-09	6-Feb-09	9-Feb-09	2-Apr-09	15-May-09	10-Jun-09	17-Jun-09	24-Jun-09	1-Jul-09		
							Actual	17-Feb-09	17-Feb-09	19-Feb-09	8-Apr-09	19-May-09						
4	ENB-01AB	NTB Sumbawa Sumbawa Besar Bypass	ICB	65	8.7	Prior	Plan	12-Oct-08	17-Oct-08	20-Oct-08	4-Dec-08	3-Jan-09	17-Jan-09	9-Feb-09	26-Jan-09	2-Feb-09		
							Actual	22-Aug-08	2-Sep-08	4-Sep-08	3-Nov-08	3-Feb-09	10-Feb-09	16-Mar-09	30-Mar-09	1-Apr-09		
5	ENB-01C	NTB Sumbawa Pal IV Km 70	ICB	137	18.2	Prior	Plan	24-Apr-09	1-May-09	8-Jun-09	23-Jul-09	24-Aug-09	7-Sep-09	14-Sep-09	1-Oct-09	8-Oct-09		
							Actual	24-Apr-09	30-Apr-09									
6	ESR-01	South East Sulawesi Tinanggea Kasipute	ICB	123	16.4	Prior	Plan	29-Aug-08	3-Sep-08	6-Sep-08	21-Oct-08	5-Dec-08	19-Dec-08	11-Jan-09	28-Dec-08	4-Jan-09		
							Actual	12-Aug-08	25-Aug-08	28-Aug-08	5-Nov-08	9-Feb-08	12-Feb-09	2-Apr-09	17-Apr-09	4-May-09		
7	ESS-01	South Sulawesi Sengkang - Impa Impa - Tarumpakae	ICB	108	14.4	Prior	Plan	17-Apr-09	24-Apr-09	22-May-09	15-Jul-09	14-Aug-09	28-Aug-09	15-Sep-09	5-Oct-09	12-Oct-09		
							Actual	17-Apr-09	23-Apr-09	1-May-09	11-Jun-09							
8	ESS-02	South Sulawesi Bantaeng - Bulukumba	ICB	147	19.5	Prior	Plan	17-Aug-08	24-Aug-08	27-Aug-08	11-Oct-08	10-Dec-08	24-Dec-08	25-May-09	12-Jun-09	19-Jun-09		
							Actual	27-Aug-08	29-Aug-08	3-Sep-08	6-Nov-08	12-Mar-09	8-Apr-09	19-May-09				
9	ESU-01 (Re-bid)	North Sulawesi Molibagu - Taludaa	ICB	43	5.7	Prior	Re-bid Plan	14-Mar-09	21-Mar-09	31-Mar-09	21-May-09	10-Jul-09	24-Jul-09	4-Aug-09	12-Aug-09	20-Aug-09		
							Actual	2-Mar-09	20-Mar-09		4-Jun-09							
								NOL for Addendum#1 on 14-May-09										
10	ENB-02	Km 70 - Cadbin Dompu	ICB	46	6.1	Prior	Plan	29-Apr-09	7-May-09	12-Jun-09	31-Jul-09	1-Sep-09	15-Sep-09	2-Oct-09	9-Oct-09	16-Oct-09		
							Actual	19-May-09	26-May-09									
11	ENB-03	Cadbin Dompu - Banggo	ICB	75	10.0	Prior	Plan	16-Jun-09	22-Jun-09	26-Jun-09	10-Aug-09	11-Sep-09	1-Oct-09	8-Oct-09	15-Oct-09	22-Oct-09		
							Actual											
12	ESH-01	Lakuan - Buol	ICB	48	6.5	Prior	Plan	8-Jun-09	12-Jun-09	19-Jun-09	4-Aug-09	3-Sep-09	30-Sep-09	7-Oct-09	14-Oct-09	21-Oct-09		
							Actual											
13	ESR-02	Kasipute - Bamaeaa	ICB	90	12.0	Prior	Plan	12-Jun-09	16-Jun-09	26-Jun-09	14-Aug-09	14-Sep-09	1-Oct-09	8-Oct-09	15-Oct-09	22-Oct-09		
							Actual	13-May-09	20-May-09									
14	EKS-02	Banjarmasin-Bts.Kalteng	ICB	54	7.1	Prior	Plan	6-Jul-09	13-Jul-09	17-Jul-09	2-Sep-09	2-Oct-09	16-Oct-09	23-Oct-09	30-Oct-09	6-Nov-09		
							Actual											
15	EKS-03	Jl. A. Yani - Ds. Tungkap	ICB	89	11.9	Prior	Plan	5-Apr-10	9-Apr-10	15-Apr-10	2-Jun-10	2-Jul-10	16-Jul-10	23-Jul-10	30-Jul-10	6-Aug-10		
							Actual											
16	EKS-04	Desa Tungkap - Rantau	ICB	117	15.6	Prior	Plan	30-Mar-10	6-Apr-10	12-Apr-10	27-May-10	28-Jun-10	12-Jul-10	19-Jul-10	26-Jul-10	2-Aug-10		
							Actual											
17	ESS-03	Janepono - Bantaeng	ICB	107	14.2	Prior	Plan	24-Jun-09	30-Jun-09	6-Jul-09	20-Aug-09	15-Sep-09	5-Oct-09	12-Oct-09	19-Oct-09	26-Oct-09		
							Actual											
18	ESS-04	Bulukumba - Tondong Stage 1	ICB	73	9.7	Prior	Plan	1-Oct-09	7-Oct-09	12-Oct-09	26-Nov-09	6-Jan-10	20-Jan-10	27-Jan-10	3-Feb-10	10-Feb-10		
							Actual											
19	ESS-05	Bulukumba - Tondong Stage 2	ICB	73	9.7	Prior	Plan	5-Oct-09	9-Oct-09	15-Oct-09	2-Dec-09	8-Jan-10	22-Jan-10	29-Jan-10	5-Feb-10	12-Feb-10		
							Actual											
20	ESS-06	Tondong - Sinjai	ICB	86	11.5	Prior	Plan	15-Oct-09	21-Oct-09	27-Oct-09	11-Dec-09	12-Jan-10	26-Jan-10	2-Feb-10	9-Feb-10	16-Feb-10		
							Actual											
21	EBL-02	Tohpati - Kusamba Stage 2	ICB	110	14.7	Prior	Plan	19-Jun-09	25-Jun-09	1-Jul-09	25-Aug-09	1-Oct-09	15-Oct-09	22-Oct-09	29-Oct-09	5-Nov-09		
							Actual											
22	EKS-05	Barabai - Mantimin	ICB	91	12.1	Prior	Plan	12-Apr-10	19-Apr-10	26-Apr-10	10-Jun-10	12-Jul-10	26-Jul-10	2-Aug-10	9-Aug-10	16-Aug-10		
							Actual											
23	EKS-06	Mantimin - Dahai	ICB	80	10.7	Prior	Plan	19-Apr-10	23-Apr-10	29-Apr-10	15-Jun-10	15-Jul-10	29-Jul-10	5-Aug-10	12-Aug-10	19-Aug-10		
							Actual											
24	ENT-01	Ende - Aegela	ICB	90	12.0	Prior	Plan	26-Apr-10	30-Apr-10	6-May-10	22-Jun-10	22-Jul-10	5-Aug-10	12-Aug-10	19-Aug-10	26-Aug-10		
							Actual											
<b>ICB for Goods Packets</b>																		
1	ESB-02	Prefabricated Steel Bridge Material	ICB	43	5.7	Prior	Plan	17-Aug-08	24-Aug-08	27-Aug-08	11-Oct-08	10-Nov-08	24-Nov-08	17-Dec-08	3-Dec-08	10-Dec-08		
							Actual	22-Sep-08	22-Sep-08	25-Sep-08	6-Nov-08	26-Nov-08	2-Dec-08	15-Dec-08	15-Dec-08	15-Dec-08		
<b>Sub-Total</b>					<b>313.8</b>													
<b>NCB for Goods Packet</b>																		
1		IT	NCB	Decision by DGH that procurement of IT support not required for the Procurement Committees														

**Appendix 2 Estimate Implementation Plan based on Procurement Plan Version 4**

---

**EINRIP - PROJECT IMPLEMENTATION SCHEDULE AS PER PROCUREMENT PLAN No 4, (Revised 4 June 2009 )**

**A** NOL Contract & Disbursement from AusAID    **C** Time between NOL and Commencement Date    **+++** Possible delay or Time Extension

No.	Project	Province	Road Location	Comment	← LOAN CLOSING DATE																																																											
					2009				2010				2011				2012				2013																																											
					J	F	M	A	M	J	J	A	S	O	N	D	J	F	M	A	M	J	J	A	S	O	N	D	J	F	M	A	M	J	J	A	S	O	N	D	J	F	M	A	M	J	J	A	S	O	N	D	J	F	M	A	M	J	J	A	S	O	N	D
<b>AWP1, Batch 1</b>																																																																
1	EBL-01	Bali	Tohpati - Kusamba	Con 5-Dec-09 Com 25-Feb-09 NOL 11-Dec-09	24 month contract				+++				12 month DNP																																																			
2	EKB-01	West Kalimantan	Pontianak - Tayan	Con 20-Apr-09 Com 24-Jul-09 NOL 19-May-09	24 month contract				+++				12 month DNP																																																			
3	EKS-01	South Kalimantan	Martapura - Ds Tungkap		24 month contract				+++				12 month DNP																																																			
4	ENB-01AB	NTB	Sumbawa Besar Bypass	Con 16-Mar-09 Com 5-Jun-09 NOL 01-Apr-09	18 month contract				+++				12 month DNP																																																			
5	ENB-01C	NTB	Pai IV - Km 70		24 month contract				+++				12 month DNP																																																			
6	ESR-01	South East Sulawesi	Tinanggea - Kasipute	Con 2-Apr-09 Com 13-Jul-09 NOL 4-May-09	24 month contract				+++				12 month DNP																																																			
7	ESS-01	South Sulawesi	Senggang - Impaimpa - Tarumpakkae		24 month contract				+++				12 month DNP																																																			
8	ESS-02	South Sulawesi	Bantaeng - Bulukumba	Con 19-May-09 NOL 23-Jul-09	24 month contract				+++				12 month DNP																																																			
9	ESU-01	North Sulawesi	Molibagu - Mamalia - Taludaa		18 month contract				+++				12 month DNP																																																			
<b>AWP1, Batch 2</b>																																																																
10	ENB-02	NTB	Km 70 - Bts Cabdin Dompu		18 month contract				+++				12 month DNP																																																			
11	ENB-03	NTB	Bts Cabdin Dompu - Banggo		18 month contract				+++				12 month DNP																																																			
12	ESH-01	Central Sulawesi	Lakuan - Isuot		18 month contract				+++				12 month DNP																																																			
13	ESR-02	South East Sulawesi	Kasipute - Bambaee		18 month contract				+++				12 month DNP																																																			
<b>AWP 2</b>																																																																
14	EKS-02	South Kalimantan	Banjarmasin - Bts Kalteng		18 month contract				+++				12 month DNP																																																			
15	EKS-03	South Kalimantan	Jl A Yani (Martapura - Ds Tungkap)		24 month contract				+++				12 month DNP																																																			
16	EKS-04	South Kalimantan	Ds Tungkap - Rantau		24 month contract				+++				12 month DNP																																																			
17	ESS-03	South Sulawesi	Jenepono - Bantaeng		24 month contract				+++				12 month DNP																																																			
18	ESS-04	South Sulawesi	Bulukumba - Tondong		24 month contract				+++				12 month DNP																																																			
19	ESS-05	South Sulawesi	Bulukumba - Tondong		18 month contract				+++				12 month DNP																																																			
20	ESS-06	South Sulawesi	Bulukumba - Tondong - Sinjal		24 month contract				+++				12 month DNP																																																			
<b>AWP 3</b>																																																																
21	EBL-02	Bali	Tohpati - Kusamba		18 month contract				+++				12 month DNP																																																			
22	EKS-05	South Kalimantan	Barabai - Mantimin		24 month contract				+++				12 month DNP																																																			
23	EKS-06	South Kalimantan	Mantimin - Dahai		18 month contract				+++				12 month DNP																																																			
24	ENT-01	NTT	Ende - Aegela		24 month contract				+++				12 month DNP																																																			
26	ESB-02	Various	Prefabricated Steel bridges		Warranty Period																																																											