



Steering Committee Meeting No. 19

Minutes of Meeting

**Monday, April 13, 2009
6.30 – 7.45 pm
Ballroom 3 – Hotel Mulia**

Summary

Introduction from Joachim von Amsberg, World Bank Country Director and MDF co-chair:

- Welcomed all participants and acknowledged that it is a major holiday for some donors, thus appreciated their attendance.
- Emphasized that this 19th Steering Committee meeting has special significance not only because it is the last Steering Committee that BRR formally participates, but most importantly we would like to celebrate and appreciate the success of BRR. BRR staff may attend future meetings to provide advice.
- Sought Steering Committee approval of the minutes of the last meeting, in which SCM #18 were approved.

Remarks from Julian Wilson, EC Head of Delegation and MDF co-chair:

- Highlighted that the reconstruction strategy of BRR is a model that can be used for other post-disaster programs.
- Stated that although BRR ends its mandate, remaining reconstruction continues. Therefore MDF is continuing until 2012 to continue efforts, ensure sustainability of investment and develop the capacity of local government.

Closing remarks by Kuntoro Mangkusubroto, Head of BRR NAD-Nias (presentation is attached):

- Highlighted the key milestones that are important for the joint work and cooperation: BRR operations, BRR wrap up and the establishment of BKRA/N and KPKRR, and rehabilitation and reconstruction coordination and sustainability up until December 2009.
- Reported that:
 - 94% of the KPIs set in the master plan have been achieved
 - Out of the US\$ 6.7 billion committed 82% have been disbursed overall
 - 65% of on-budget assets have been transferred.
- Informed that lessons learned are continuously updated and some will be presented during the UN Tsunami Global Lessons Learned. Efforts on compiling lessons learned are will be proposed through the TA to BRR by developing a Knowledge Center. The Center currently covers three pillars: knowledge database, research, and consultancy. The Center may potentially be considered the biggest & richest collection of knowledge available in the area of disaster management.
- Informed the Committee that two teams will work to ensure the completion of remaining works:
 - Liquidation team: to ensure the proper completion of BRR as an entity
 - PMU: to oversee the continuation of the large scale of infrastructure projects being handed over to the Ministry of Public Works

- BAPPENAS will continue reconstruction leads continuing coordination and ensuring sustainability through the establishment of BKRA/N and KPKRR
- Emphasized that MDF is best-placed to continue similar support to BRR wrap-up and coordination of rehabilitation and reconstruction efforts of BAPPENAS
 - Requested MDF support for:
 - TA to BRR to support liquidation team, PMU, and completion of on-going activities.
 - TA to BAPPENAS to support continuation coordination and sustainability including support to BKRA, BKRN, and KPKRR
 - Knowledge Preservation to expand the embryonic BRR Knowledge Center, with its solid database, to sustain the Aceh-Nias lessons learned and leverage it for future and broader impacts.
 - MDF has played a pivotal in making the reconstruction of Aceh-Nias a success. MDF brings together 15 most influential partners, best innovation on donor-host government cooperation, encompasses key strategic areas, biggest pool of funds for Aceh and Nias, facilitates effective coordination and has been BRR's best friends; and hopes that it will continue beyond BRR's lifetime.

Remarks from Irwandi Jusuf, Governor of Aceh and MDF co-chair:

- Stated that Kuntoro is not only an expert in Aceh and Nias, but actually as the leader of rehabilitation and reconstruction of the world and understands the importance of transferring governance as the agency he lead closes office
- Mentioned despite the extensive efforts in rehabilitation and reconstruction, social and economic impact of reconstruction should be managed properly, otherwise Aceh's community will not be prepared when the reconstruction efforts close. Therefore, it is urgent that the Government of Aceh and donors seek ways to transform current reconstruction-dependent economy to one that is sustainable.
- To ensure Aceh's reconstruction can be completed, he has approved the creation of the Aceh Agency for Sustainable Reconstruction (BKRA). BKRA will be coordinated by BAPPEDA managed by professional appointment under his overall close supervision.
- Underlined that provincial government will work closely with BAPPENAS for coordination of the completion of rehabilitation and reconstruction and sustainable development in Aceh and Nias. In the near future, Aceh government will work together with Central Government and will move to follow the blue print for accelerated development of Aceh and Nias during the period of 2010 – 2012.
- Underlined high priority on important sectors that includes rural infrastructure utilizing provincial funds as budgetary gap fillers at the district level, and capacity building for strategic sectors, and Aceh's Parliamentarians post-2009 elections. Provincial Government is committed to providing matching funds to donor funding.

Remarks from the Ministry of Finance, Rahmat Waluyanto (delivered by Maurin Sitorus, Director of External Fund and Management)

- Acknowledged the role of BRR in the transparency and accountability of the rehabilitation and reconstruction process in Aceh and Nias
- Stated that BRR as a special agency has set the standard on managing post disaster rehabilitation and reconstruction
- The transition strategy has been outlined by BRR and look forward to the implementation by related agencies, local government under the coordination of BAPPENAS.
- With the continuing role of MDF in Aceh and Nias, the strong partnership with Indonesia will be an asset for the next phase of reconstruction. The Ministry of Finance continues to support this partnership.

Remarks from the State from Minister of Development and Planning, Paskah Suzetta and MDF co-chair (delivered by Max Hasudungan Pohan, Deputy Minister for Regional Development and Local Autonomy Affairs– speech is attached):

- Thanked BRR for the work in Aceh and Nias and for playing a major role as the government partner in the MDF
- Underlined that there are still remaining tasks to be completed as BRR finalizes its term on April 16, 2009. As stated on the Presidential Regulation no. 3/2009 the remaining tasks will be managed by the respective line ministries and the governments of Aceh and North Sumatra
- Informed that budget allocation for line ministries is at Rp. 1.78 trillion, and under APBN for local government of NAD at Rp. 1.386 trillion and Rp. 277.45 billion for Nias and South Nias Districts
- Requested the support on the conversion of Technical Assistance to BRR into Technical Assistance to BAPPENAS that will manage the Agency for Reconstruction Sustainability in Aceh and Nias (BKRA/N)

Highlights of update from Shamima Khan, MDF Secretariat

- **MDF Financial Status:**
Based on last financial quarterly report, total unallocated and uncommitted funds US\$ 43 million, BAPPENAS presented pipeline of US 35 million for Infrastructure-2 (includes FCM capacity building) based on BRR and provincial government endorsement. Thus current total unallocated amount is US\$ 8 million.
- Other projects under discussion include
TA to BRR and BAPPENAS, project by Conservation International, Flood Mitigation by Muslim Aid, and Knowledge Preservation - further discussion to follow at the TRG level on scope.
- **MDF Governance and Operations Manual**
 - BAPPENAS presented a proposal to the TRG on revision to the governance structure of MDF, i.e. GOI representatives and PCN/PAD processing procedure
 - This has been annexed to current Operations Manual and the relevant sections of the Operations Manual has been revised and is with BAPPENAS for review..
 - Expected to be finalized and submitted to the Steering Committee for endorsement
- **Mid Term Review**
 - The draft submission to the TRG for discussion has been delayed; and is now expected to take place in May;
 - BRR's assessment report has been provided to the MTR team to serve as input into this review.
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 - Continue to work closely with UNDP on the UNDP's MDF portfolio - including critical projects supporting Governor and BRR; and going forward support to BAPPENAS.

Closing by Joachim von Amsberg:

- Steering Committee Members were invited to provide tribute to BRR during the farewell reception.

Attendance List

No	Name	Organization
1	Joachim Von Amsberg	World Bank
2	Kuntoro Mangkusubroto	BRR
3	Drh. Irwandi Yusuf MSc.	Nanggroe Aceh Darrusallam
4	Ir. Max Hasudungan Pohan CES, MA	BAPPENAS
5	Dr. Suprayoga Hadi	BAPPENAS
6	Shamima J. Khan	MDF Secretariat
7	Sarosh Khan	MDF Secretariat
8	Julian Wilson	European Commission
9	Karine Genty	European Commission
10	Muamar Vebry	European Commission
11	Ad Koekkoek	Embassy of Netherlands
12	Frederik Frisell	Embassy of Sweden
13	David Fournier	CIDA
14	Eivind S. Homme	Embassy of Norway
15	Mette Kottmann	Embassy of Norway
16	Ulrich Sorensen	Embassy of Denmark
17	Stefen Lindstorm	Embassy of Finland
18	Pieter Smidt	ADB
19	Aminul Huq	ADB
20	Rehan Kausar	ADB
21	Hermie Pangan	USAID
22	Maggy Horhoruw	BRR
23	Terry O'Donnell	BRR
24	William Shabandar	BRR
25	Bill Nicol	BRR
26	Amin Subekti	BRR
27	Eddy Purwanto	BRR
28	Heru Prasetyo	BRR
29	Aichida Ul-Aflaha	BRR
30	Ricky Sugiarto	BRR
31	Iskandar	BRR
32	Roy Rahendra	BRR
33	Said Faisal	BRR
34	Heracles Lang	BRR
35	Naimah Hasan	Civil Society Representative
36	Sue Connell	AUSAID
37	Margaret Mockler	Embassy of Australia
38	Teuku Said Mustafa	Government of Aceh
39	Fauzi Umar	Government of Aceh
40	Ahmad Sanusi	Government of Aceh
41	Maurin Sitorus	Ministry of Finance
42	Wibisono	MIS/ AGTP
43	Nurlisa Ginting	Pempro SUMUT
44	T. Rafly Pasya	Special Assistance Team, NAD

		Government
45	Håkan Björkman	UNDP
46	Simon Field	UNDP
47	David Jackson	UNDP
48	Satya Triphathi	United Nation
49	Chris Clark	WFP-LSU
50	Fabio Scarpello	MDF Secretariat
51	Nia Sarinastiti	MDF Secretariat
52	Lanny Oktavia	MDF Secretariat
53	Shaun Parker	MDF Secretariat
54	Akil Abduljalil	MDF Secretariat
55	Safriza Sofyan	MDF Secretariat
56	Rachmawati D. Swandari	MDF Secretariat
57	Gabriella Inge Maria Susilo	MDF Secretariat