



MILLENNIUM
CHALLENGE CORPORATION
UNITED STATES OF AMERICA

QUARTERLY STATUS REPORT



Senegal Compact

AS OF DECEMBER 2014

COMPACT GOAL

Senegal's \$540 million MCC Compact aims to reduce poverty and provide for economic growth via improved agricultural productivity and expanded access to markets and services. Rehabilitation of critical infrastructure in the Senegal River Valley (northern Senegal) focuses on improved rice production, and investments to major roadways in the North and in the Casamance region focus on facilitating business and investments, and are consistent with the Government of Senegal's national poverty reduction strategy, food security and road sector master plans.



COMPACT AT A GLANCE

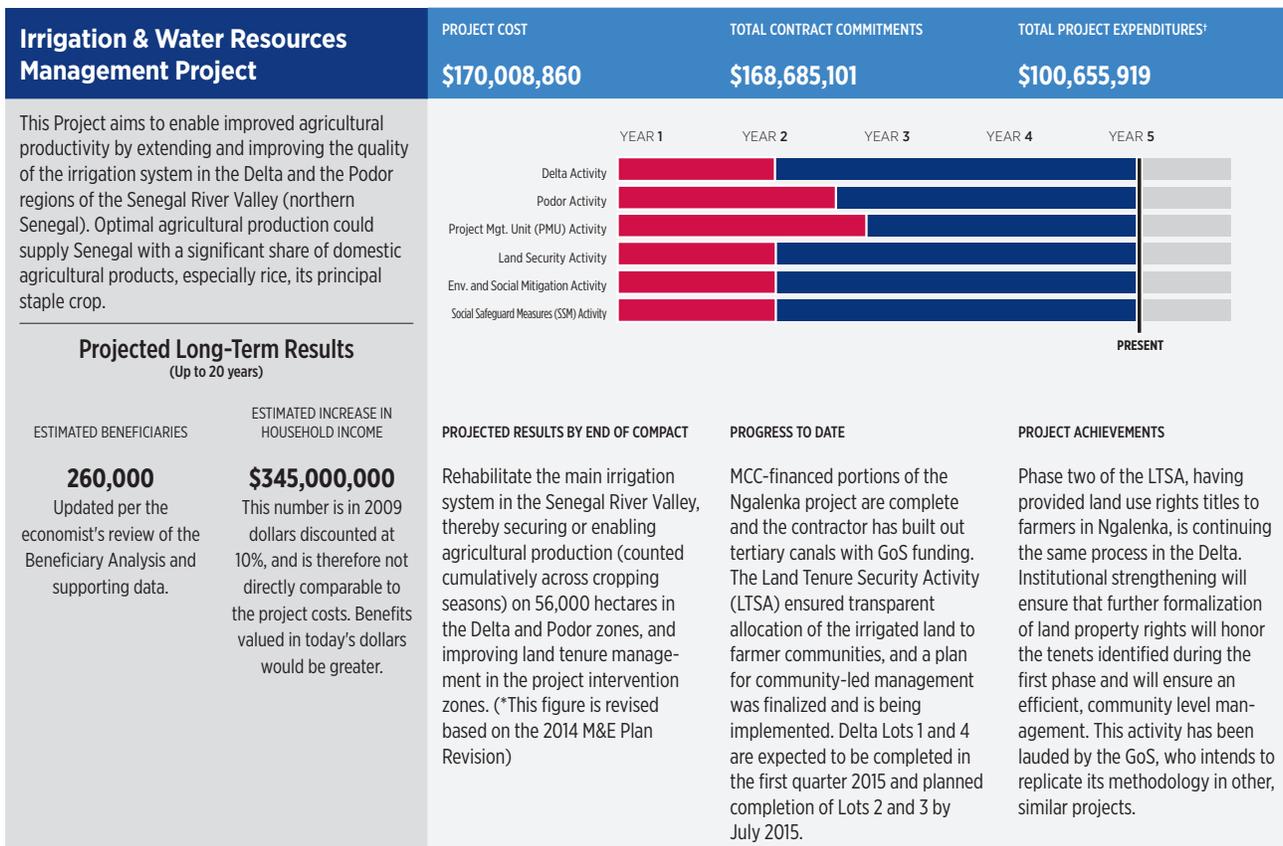
Compact Signed	09-16-2009
Entry Into Force	09-23-2010
Compact End Date	09-23-2015
Compact Total	\$540,000,000
Amount Committed	\$480,230,301
Amount Expended	\$258,205,264
Estimated Program Beneficiaries	1,550,000
Estimated Increase in Household Income	\$625,000,000

% OF TOTAL COMPACT BUDGET (USD MILLIONS)

60%	Roads Rehabilitation Project	\$324.7
31%	Irrigation & Water Resources Management Project	\$170.0
1%	Monitoring and Evaluation	\$3.7
8%	Program Administration and Audit	\$41.5

■ Project Preparation ■ Project Implementation

Roads Rehabilitation Project	PROJECT COST	TOTAL CONTRACT COMMITMENTS	TOTAL PROJECT EXPENDITURES ¹							
	\$324,712,499	\$287,449,232	\$135,713,053							
<p>The Project aims to rehabilitate up to 120 kilometers of national road #2 (RN2) and 252 kilometers of national road #6 (RN6). These rehabilitation works seek to provide year-round, reliable, cost-effective, and time-saving means of transporting locally-produced agricultural products to domestic and international markets.</p> <p>Projected Long-Term Results (Up to 20 years)</p> <table border="1"> <tr> <td style="text-align: center;">ESTIMATED BENEFICIARIES</td> <td style="text-align: center;">ESTIMATED INCREASE IN HOUSEHOLD INCOME</td> </tr> <tr> <td style="text-align: center;">1,350,000</td> <td style="text-align: center;">\$375,000,000</td> </tr> <tr> <td></td> <td style="font-size: small;">This benefit amount sums benefits that have been calculated in 2009 and 2012 dollars, and so is difficult to directly compare to the project cost. Updating all analysis to current dollars would lead to a higher benefit to cost ratio.</td> </tr> </table>	ESTIMATED BENEFICIARIES	ESTIMATED INCREASE IN HOUSEHOLD INCOME	1,350,000	\$375,000,000		This benefit amount sums benefits that have been calculated in 2009 and 2012 dollars, and so is difficult to directly compare to the project cost. Updating all analysis to current dollars would lead to a higher benefit to cost ratio.		<p>PROJECTED RESULTS BY END OF COMPACT</p> <p>Rehabilitate approximately 120 kilometers of the RN2, from Richard Toll to Ndoum in northern Senegal (part of which is adjacent to the Irrigation and Water Resources Management Project intervention zone). Rehabilitate 252 kilometers of the RN6 from Ziguinchor to Kounkane in the Casamance region, in southern Senegal.</p>	<p>PROGRESS TO DATE</p> <p>Construction continues on the RN2, RN6, and both bridges. Resettlement is nearly complete, freeing the remaining sections of road for construction. The RN2 is on schedule, while the RN6 is slightly behind schedule. The RN6 will continue to advance until the end of the Compact.</p>	<p>PROJECT ACHIEVEMENTS</p> <p>MCC and MCA-Senegal have worked with contractors on the RN2 and RN6 to complete optimizations that will realize approximately \$13 million in cost savings.</p>
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At the end of 2014, the Ngalenka Irrigation project and the Ndioum bridge (along the RN2) have both been completed and inaugurated in the company of the President of the Republic of Senegal. The Kolda Bridge (along the RN6) is scheduled for completion and inauguration in February 2015. The RN2 will be completed at about the same time, and will be inaugurated around April 2015. The RN6 and the Delta irrigation project will continue to advance until the end of the Compact.

The second phase of the Land Tenure Security Activity, having provided land title to farmers in Ngalenka, will continue the process through 2014-2015 in the Delta, and on the institutional strengthening that ensures further land title management will honor the tenets identified during Phase I, and be professionally managed at the community level. This project has been lauded by the GoS, who intends to replicate its methodology and findings in other, similar projects.

[†]Expenditures are the sum of cash outlays and quarterly accruals for work completed but not yet paid or invoiced.