



COMPACT GOAL

MCC's five-year, \$66.2 million compact with the Government of Cabo Verde was signed on February 10, 2012. The Compact focuses on two main constraints to growth: 1) inefficiencies in Cabo Verde's water and sanitation sector that result in limited access, high costs, low quality, and poor systems management; and 2) inadequacies in the country's land property registration and management systems that limit the ability of households and firms to invest in their property in order to create value and increase incomes.

COMPACT AT A GLANCE

Compact Signed	02-10-2012
Entry Into Force	11-30-2012
Compact End Date	--
Compact Total	\$66,230,000
Amount Committed	\$26,011,091
Amount Expended	\$18,255,432
Estimated Program Beneficiaries	604,100
Estimated Increase in Household Income	\$112,900,000

% OF TOTAL COMPACT	BUDGET (USD MILLIONS)
60%	Water, Sanitation, and Hygiene Project \$39.7
26%	Land Management for Investment Project \$17.2
12%	Program Administration \$7.8
2%	Monitoring and Evaluation \$1.3



■ Project Preparation ■ Project Implementation

Water, Sanitation, and Hygiene Project	PROJECT COST	TOTAL CONTRACT COMMITMENTS	TOTAL PROJECT EXPENDITURES*
	\$39,730,000	\$14,674,403	\$10,122,556

The Water, Sanitation, and Hygiene (WASH) Project is designed to establish a financially sound, transparent and accountable institutional basis for the delivery of water and sanitation services to Cabo Verdean households and businesses.

Projected Long-Term Results
(Up to 20 years)

ESTIMATED BENEFICIARIES	ESTIMATED INCREASE IN HOUSEHOLD INCOME
591,000 Beneficiary numbers estimated over 20 years.	\$46,500,000 Discounted benefits in USD attributed to MCC costs, which amount to approximately 91% of the PV of total costs.

PROJECTED RESULTS BY END OF COMPACT

National institutional and regulatory reform and municipal utility reform will improve planning systems and regulatory processes, including tariff setting and social and gender inclusion, and restructure and corporatize utilities to function independently. New entities for sector oversight will be established and an infrastructure grant facility will provide funding for WASH infrastructure improvements.

PROGRESS TO DATE

The national water agency (ANAS) and the multi-municipal water utility for island of Santiago, Aguas de Santiago (AdS), continue their startup activities with the recruitment of personnel and procurement of essential equipment. The process for separating water distribution services from Electra, the energy and former water utility, is delayed and will be monitored closely. Construction works continue under the Infrastructure Grant Facility.

PROJECT ACHIEVEMENTS

The new national water agency and sector technical regulator, ANAS, has been officially established and is operational. The new multi-municipal utility for the island of Santiago, Aguas de Santiago (AdS), has been established and staffed with a start up team. The new water and sanitation code has been passed.

Land Management for Investment Project	PROJECT COST	TOTAL CONTRACT COMMITMENTS		TOTAL PROJECT EXPENDITURES [†]					
	\$17,260,000	\$7,471,343		\$4,319,090					
<p>The Land Management for Investment Project aims to loosen the land-related constraints to investment and to reduce land rights registration and transaction time and cost for all users by refining the legal, procedural and institutional environment, developing and installing a land information system, and clarifying rights and boundaries on targeted islands.</p> <p>Projected Long-Term Results (Up to 20 years)</p> <table border="0"> <tr> <td>ESTIMATED BENEFICIARIES</td> <td>ESTIMATED INCREASE IN HOUSEHOLD INCOME</td> </tr> <tr> <td>13,100 Beneficiary numbers estimated over 20 years.</td> <td>\$28,000,000 Discounted benefits in USD attributed to MCC costs, whose PV amount to approximately USD 16 million as compared to USD 39 million of associated non-MCC costs.</td> </tr> </table>	ESTIMATED BENEFICIARIES	ESTIMATED INCREASE IN HOUSEHOLD INCOME	13,100 Beneficiary numbers estimated over 20 years.	\$28,000,000 Discounted benefits in USD attributed to MCC costs, whose PV amount to approximately USD 16 million as compared to USD 39 million of associated non-MCC costs.					
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<p>PROJECTED RESULTS BY END OF COMPACT</p> <p>The legal, institutional, and procedural foundations for land management and property rights will be reformed and strengthened. A new land information and transaction system will be developed and installed. Building on the legal and institutional groundwork, actual clarification and formalization of parcel rights and boundaries in targeted islands of high tourism investment potential will be completed.</p>	<p>PROGRESS TO DATE</p> <p>Rights and boundaries clarification activity is advancing on the island of Sal. The new legal, institutional and procedural environment is being tested, the field operations manual's tools and approaches are being refined, as well as the Land Management Information and Transaction System. Strategies and approaches to implement this activity on the other targeted islands are being developed, based on experiences gained so far in Sal.</p>	<p>PROJECT ACHIEVEMENTS</p> <p>All legal, procedural and institutional reforms have been approved, adopted by the Government of Cabo Verde and being implemented on the island of Sal. The National Institute for Land Management, created as a result of project's institutional reform is operational and staffed, playing a key role coordinating the national team validating the rights and boundary status of each parcel in Sal as well as approving parcels for public consultation.</p>							

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