



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	11-30-2017
Compact Total	\$66,230,000
Amount Committed	\$37,921,853
Amount Expended	\$24,677,698
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	\$25,975,754	\$14,935,898

	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
Water, Sanitation, and Hygiene Project	■	■	■	■	■

PRESENT

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	PROGRESS TO DATE	PROJECT ACHIEVEMENTS
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.	Technical assistance for the national water agency (ANAS) and the multi-municipal water utility for the island of Santiago, Aguas de Santiago (AdS), continues. The process for separating water distribution services from Electra, the energy and former water utility, is delayed until new government leadership is established after elections. Construction works continue under the Infrastructure Grant Facility (IGF).	The new national water agency (ANAS) and multi-municipal utility for the island of Santiago, AdS, have been established, staffed and funded. The new water and sanitation code was passed. ANAS completed a technical exchange with Washington DC-based institutions to learn how the IGF could be made into long-term funding mechanism for the sector. The Social Access Fund surpassed its goal of reaching 4,000 households.

Land Management for Investment Project	PROJECT COST	TOTAL CONTRACT COMMITMENTS					TOTAL PROJECT EXPENDITURES [†]			
	\$17,260,000	\$7,517,823					\$5,379,988			
<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 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;">13,100 Beneficiary numbers estimated over 20 years.</td> <td style="text-align: center;">\$28,000,000 Discounted benefits in USD attributed to MCC costs, whose PV amount to approximately USD 16 million as to 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 to compared to USD 39 million of associated non-MCC costs.						
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	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5					
	<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>Fieldwork to clarify land rights and boundaries is progressing on the pilot island of Sal. First public display of fieldwork results has taken place. Lessons learned from testing the legal and procedural reforms, the fieldwork operations manual, its various tools and the new land information system have been integrated in the terms of reference for fieldwork operations in the islands of Boa Vista, Maio and São Vicente.</p>	<p>PROJECT ACHIEVEMENTS</p> <p>Initial assessment of the legal and procedural reforms is underway to identify potential changes before advancing with fieldwork operations in remaining islands. The National Institute for Land Management, created as a result of the institutional reform, continues to strengthen its capacity through project's support. The Institute is preparing to start fieldwork operations on the island of Maio through a payment-for-results arrangement.</p>			

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