



COMPACT GOAL

MCC's five-year, \$66.2 million compact with the Government of Cape Verde was signed on February 10, 2012. The Compact focuses on two main constraints to growth: 1) inefficiencies in Cape 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	\$2,530,063
Amount Expended	\$1,047,414
Estimated Program Beneficiaries	604,100
Estimated Increase in Household Income	\$112,900,000

% OF TOTAL COMPACT	BUDGET (USD MILLIONS)
62%	Water, Sanitation, and Hygiene Project \$41.0
26%	Land Management for Investment Project \$17.2
10%	Program Administration \$6.5
2%	Monitoring and Evaluation \$1.3



■ Project Preparation ■ Project Implementation

Water, Sanitation, and Hygiene Project	PROJECT COST	TOTAL CONTRACT COMMITMENTS	TOTAL PROJECT EXPENDITURES*
	\$41,030,000	\$817,840	\$4,254

The \$41.0 million 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 Cape 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 Reform Commission, including key government and civil society stakeholders, meets regularly. MCC, MCA, and the Minister of MAHOT (Ministry for Environment, Housing, and Territory Planning) meet regularly since MAHOT will play a key role in implementation of national reform. All foundational studies to inform the national and utility reform processes are awarded and underway.

PROJECT ACHIEVEMENTS
The Board of the Coca-Cola Africa Foundation formally approved \$400,000 for the WASH Project Infrastructure Grant Facility's Social Access Fund. The Social Access Fund will be used to support improved water and sanitation for vulnerable populations, namely, the women and poor.

Land Management for Investment Project	PROJECT COST	TOTAL CONTRACT COMMITMENTS					TOTAL PROJECT EXPENDITURES*			
	\$17,260,000	\$907,948					\$227,964			
<p>The \$17.3 million 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="1"> <thead> <tr> <th>ESTIMATED BENEFICIARIES</th> <th>ESTIMATED INCREASE IN HOUSEHOLD INCOME</th> </tr> </thead> <tbody> <tr> <td> <p>13,100</p> <p>Beneficiary numbers estimated over 20 years.</p> </td> <td> <p>\$28,000,000</p> <p>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.</p> </td> </tr> </tbody> </table>	ESTIMATED BENEFICIARIES	ESTIMATED INCREASE IN HOUSEHOLD INCOME	<p>13,100</p> <p>Beneficiary numbers estimated over 20 years.</p>	<p>\$28,000,000</p> <p>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.</p>	<p>YEAR 1</p>		YEAR 2	YEAR 3	YEAR 4	YEAR 5
	ESTIMATED BENEFICIARIES	ESTIMATED INCREASE IN HOUSEHOLD INCOME								
<p>13,100</p> <p>Beneficiary numbers estimated over 20 years.</p>	<p>\$28,000,000</p> <p>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.</p>									
<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>Procurements are underway and contracts have been signed for key foundational studies that will inform project's reforms. The design of the new land management information system has begun; discussions with stakeholders to agree on system's vision scope have taken place and contracts for hardware acquisition have been signed. The Technical Committee continues to meet regularly playing a key oversight role in project implementation.</p>	<p>PROJECT ACHIEVEMENTS</p> <p>The Government of Cape Verde completed the scanning and digitizing of paper-based property registration records in the capital, Praia, and on the island of Sal, as well as build an early software system to computerize transactions at the land registry offices on both municipalities. This is an important contribution to the project's future nationwide paper records scanning and digitizing and the country's land information and transaction system.</p>								

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