

57208

**STATUS OF PROJECTS IN EXECUTION FY10
SOPE**

MIDDLE EAST AND NORTH AFRICA REGION

Iraq

**Operations Policy and Country Services
OCTOBER 03, 2010**

Introduction

The Status of Projects in Execution (SOPE) Report for FY10 provides information on all IBRD, IDA, and trust funded projects that were active as of June 30, 2010. The World Bank has issued a SOPE Report every year as an internal communication to the Board of Executive Directors. In accordance with the Bank's revised disclosure policy, since FY02, the SOPE Report is available to the public.

The report is intended to bridge the gap in information available to the public between the Project Appraisal Document or Program Document, disclosed after the Bank approves a project, and the Implementation Completion Report, disclosed after the project closes.

In addition to the project progress description, the FY10 SOPE report¹ contains project level comparisons of disbursement estimates and actual disbursements, and a table showing the loan/credit/grant amount and disbursements to date.

¹ Notes:

- Amounts and Graphs for loans/credits/grants in currencies other than U.S. dollars may not match exactly due to exchange rate fluctuations over the life of the project.
- Disbursement graphs are not included for Development Policy Operations, which provide quick-disbursing financing to support policy and institutional reforms. For these operations, funds are disbursed in one or more stages (tranches), released when the borrower complies with agreed prior actions.
- Projects which are not yet effective may not have a planned disbursement schedule and thus will not include a graph.

Iraq

Project Name (ID): IQ - Emergency Electricity (P087734)

Country: Iraq

Board Approval Date: 03/29/2007

Closing Date: 06/30/2011

Loan/Credit/Grant Number: IDA-42890, TF-57818

Sector(s): Power (86%), Central government administration (14%)

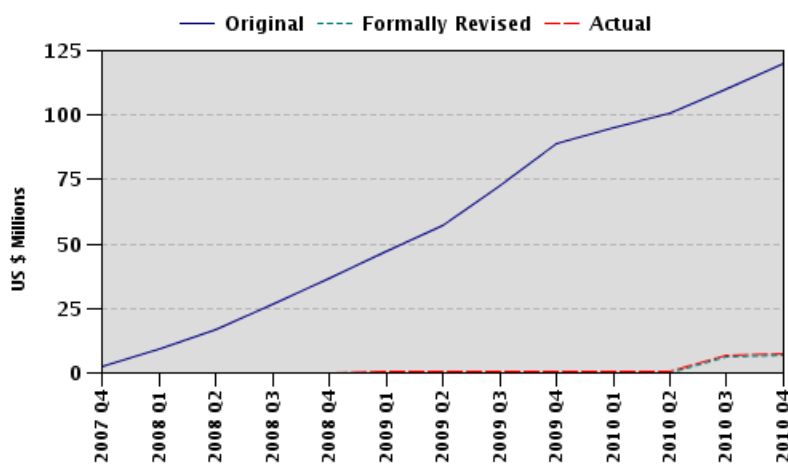
Theme(s): Conflict prevention and post-conflict reconstruction (100%)

Project Development Objectives: The objectives are to alleviate the current power supply shortfall and lay the groundwork for improved power system planning and fuel supply.

Progress toward achieving development objective(s): During the fiscal year improved progress was shown towards meeting the Project Development Objectives. Works have now commenced on the rehabilitation of the Hartha power station after a period of long delay, and the Ministry of Electricity has completed and disclosed an Environmental and Social Impact Assessment and is in the process of procuring a Consultant to implement its Environmental Management Plan.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2010)

<i>Loan/Credit/Grant</i>	<i>Status</i>	<i>Amount</i>	<i>Disbursed</i>	<i>Undisbursed</i>	<i>Cancellation</i>
IDA-42890	Effective	121.70	6.68	115.24	0.00
TF-57818	Effective	6.00	0.50	5.50	0.00



Project Name (ID): IQ - Emergency Road Rehabilitation (P087735)

Country: Iraq

Board Approval Date: 06/29/2006

Midterm Review Date: 03/22/2009

Closing Date: 06/30/2012

Loan/Credit/Grant Number: IDA-42120

Sector(s): Roads and highways (98%), Central government administration (2%)

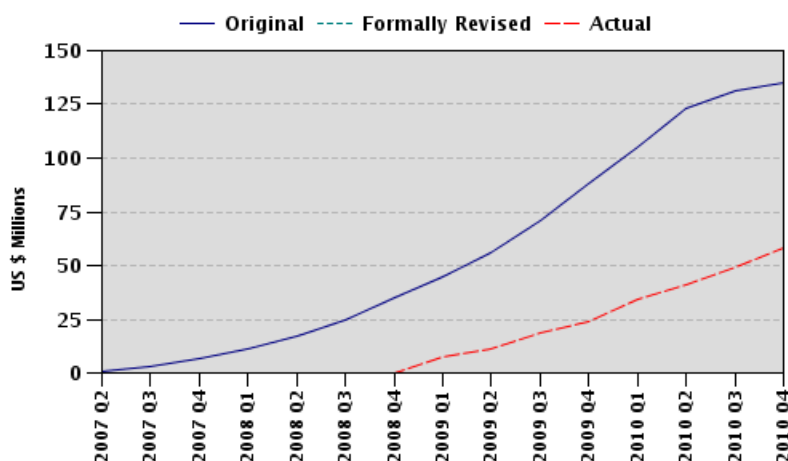
Theme(s): Rural services and infrastructure (33%), Conflict prevention and post-conflict reconstruction (33%), Improving labor markets (17%), Injuries and non-communicable diseases (17%)

Project Development Objectives: The objective of project is to improve the condition of road assets by rehabilitating highly damaged segments of the country's highway and rural road networks, reestablishing critical river crossings, and restoring the capacity to manage and maintain road assets.

Progress toward achieving development objective(s): The project is on track towards achieving its development objectives. Sections of main and village roads are being rehabilitated and upgraded and providing improved access to the population in the surrounding communities. Moreover, capacity is being developed at the participating agencies especially in road rehabilitation and maintenance planning, design and supervision of works contracts.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2010)

<i>Loan/Credit/Grant</i>	<i>Status</i>	<i>Amount</i>	<i>Disbursed</i>	<i>Undisbursed</i>	<i>Cancellation</i>
IDA-42120	Effective	142.37	62.69	80.01	0.00



Project Name (ID): Emergency School Construction & Rehab. (P087907)

Country: Iraq

Board Approval Date: 10/08/2004

Closing Date: 12/31/2010

Loan/Credit/Grant Number: TF-53545

Sector(s): Primary education (50%), Secondary education (50%)

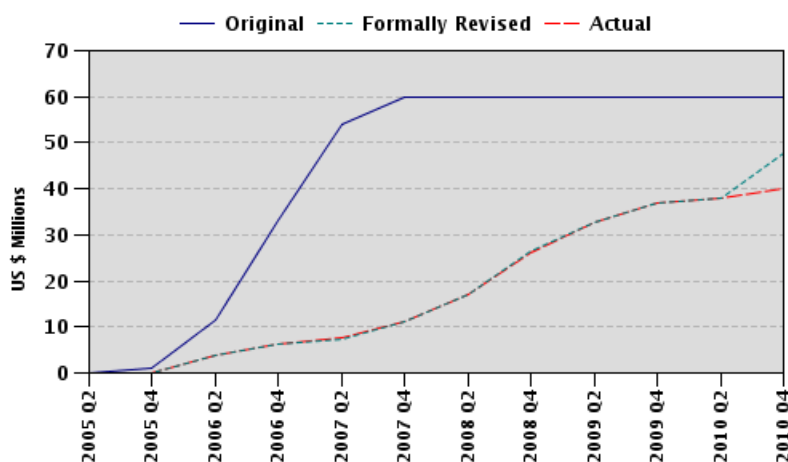
Theme(s): Education for all (100%)

Project Development Objectives: The Project Development Objective is to improve conditions of learning of students in primary and secondary schools in Iraq through the construction of new schools and rehabilitation of existing schools in need of urgent repairs.

Progress toward achieving development objective(s): Although with significant delays, the Project Development Objective is still achievable. However, the targets that were established at the time of project appraisal (in 2004) need to be revised, and the project is being restructured.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2010)

<i>Loan/Credit/Grant</i>	<i>Status</i>	<i>Amount</i>	<i>Disbursed</i>	<i>Undisbursed</i>	<i>Cancellation</i>
TF-53545	Effective	60.00	40.11	19.89	0.00



Project Name (ID): IQ-TF EMERG. WATER, SANITATION & URBAN (P087910)

Country: Iraq

Board Approval Date: 12/03/2004

Midterm Review Date: 07/21/2008

Closing Date: 12/31/2011

Loan/Credit/Grant Number: TF-54455

Sector(s): Water supply (58%), General transportation sector (23%), Sewerage (9%), Central government administration (5%), Flood protection (5%)

Theme(s): Conflict prevention and post-conflict reconstruction (25%), Other human development (25%), Access to urban services and housing (25%), Pollution management and environmental health (25%)

Project Development Objectives: The objective is to restore basic water supply, sanitation and urban services for urban areas outside Baghdad.

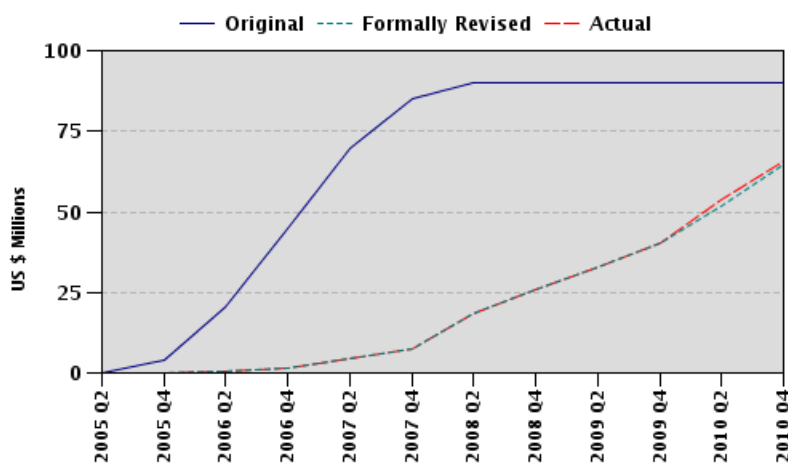
The project was restructured, or received Additional Financing during FY 10

The project was restructured in February 2008, and in July 2009. The second restructuring was needed to reinstate the components cancelled in the first restructuring and to cancel a component that was implemented by the Government using their funds.

Progress toward achieving development objective(s): Progress towards achieving development objectives was good. A number of the water supply systems were completed providing water to more than 300,000 people. Other contracts are close to completion. Several training workshops were conducted to build the capacity of the ministry staff to manage projects.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2010)

<i>Loan/Credit/Grant</i>	<i>Status</i>	<i>Amount</i>	<i>Disbursed</i>	<i>Undisbursed</i>	<i>Cancellation</i>
TF-54455	Effective	110.00	65.83	44.17	0.00



Project Name (ID): IQ-TF EMERG. BAGHDAD WATER SUPPLY (P087912)

Country: Iraq

Board Approval Date: 12/03/2004

Midterm Review Date: 07/29/2008

Closing Date: 12/31/2011

Loan/Credit/Grant Number: TF-54435

Sector(s): Water supply (58%), Roads and highways (23%), Sewerage (9%), Flood protection (5%), Central government administration (5%)

Theme(s): Other human development (25%), Conflict prevention and post-conflict reconstruction (25%), Access to urban services and housing (25%), Pollution management and environmental health (25%)

Project Development Objectives: The objective is to restore basic water supply and sanitation services for the capital city of Baghdad.

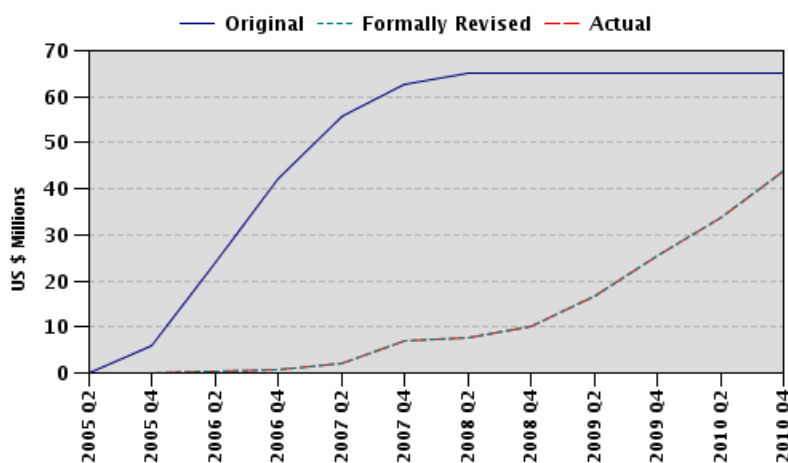
The project was restructured, or received Additional Financing during FY 10

The project was restructured in April 2010, cancelling a number of components due to the security situation and unavailability of funds.

Progress toward achieving development objective(s): Over the year, the progress toward achieving the development objective was substantial. About 45 km of water mains and distribution pipelines were completed. The production capacity improved after commissioning of new pumps and electrical equipment in pumping stations and treatment plants. The sewerage network in Sadr City is almost complete. The training program is also progressing well.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2010)

<i>Loan/Credit/Grant</i>	<i>Status</i>	<i>Amount</i>	<i>Disbursed</i>	<i>Undisbursed</i>	<i>Cancellation</i>
TF-54435	Effective	65.00	44.89	20.11	0.00



Project Name (ID): IQ-EMERGENCY PRIVATE SECTOR DEVELOPMENT (P091344)

Country: Iraq

Board Approval Date: 11/30/2004

Midterm Review Date: 02/29/2008

Closing Date: 03/31/2012

Loan/Credit/Grant Number: TF-54462

Sector(s): General information and communications sector (60%), General finance sector (20%), General industry and trade sector (20%)

Theme(s): Conflict prevention and post-conflict reconstruction (50%), Infrastructure services for private sector development (50%)

Project Development Objectives: The objective is to provide a number of priority building blocks necessary to help develop the Iraqi private and financial sectors through effective telecommunications networks and better institutions.

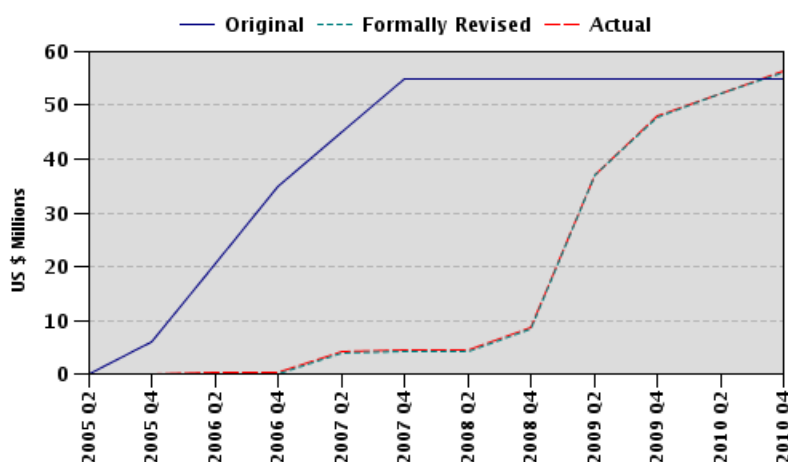
The project was restructured, or received Additional Financing during FY 10

A restructuring was approved by the RVP on March 31, 2010, to reallocate about \$6 million remaining from the Additional Financing of \$10 million. The amount was reallocated to finance additional capacity building for the Economic Development Fund, support needed reform in the communications sector and promote private sector participation in the communications sector.

Progress toward achieving development objective(s): Capacity of the Economic Development Fund (EDF) has been strengthened and it should be able to resume its activities of providing technical and financial support to Iraqi Small and Medium Enterprises (SMEs). The two telecom components, establishment of the Iraqi Inter-banking Network and the rehabilitation of the microwave network have been completed and are fully operational. However, with the recent attack on the Central Bank of Iraq (where the Iraq Inter-Banking Network (IIBN) equipment was located), some equipment was destroyed. The team is in the process of assessing the damage.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2010)

<i>Loan/Credit/Grant</i>	<i>Status</i>	<i>Amount</i>	<i>Disbursed</i>	<i>Undisbursed</i>	<i>Cancellation</i>
TF-54462	Effective	65.00	56.49	8.51	0.00



Project Name (ID): IQ - Emergency Water Supply (P094650)

Country: Iraq

Board Approval Date: 06/10/2008

Closing Date: 12/31/2013

Loan/Credit/Grant Number: IDA-44090, TF-56970

Sector(s): Water supply (95%), Sub-national government administration (5%)

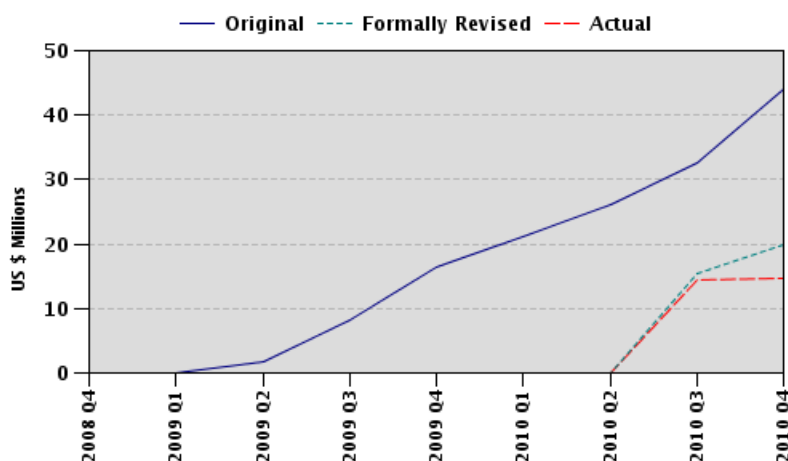
Theme(s): Conflict prevention and post-conflict reconstruction (50%), Access to urban services and housing (50%)

Project Development Objectives: The project aims to help addressing the urgent needs for safe water supply to nearly 250,000 people in Ghammas, Nasr, Wasit and Maumonah urban centers.

Progress toward achieving development objective(s): The project became effective in September 2009. The progress is good. Ghammas, Nasr and Wasit components are under implementation. Due to currency fluctuation, the IDA credit is worth less as of the date of signing the Credit Agreement. Alternative options are being discussed with the Government to finance the loss resulting from XDR variation against the US dollars. The National Water and Sanitation study is progressing well.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2010)

<i>Loan/Credit/Grant</i>	<i>Status</i>	<i>Amount</i>	<i>Disbursed</i>	<i>Undisbursed</i>	<i>Cancellation</i>
IDA-44090	Effective	101.58	15.59	86.15	0.00
TF-56970	Closed	0.80	0.80	0.00	0.00



Project Name (ID): IQ - Third Emergency Education Project (P096234)

Country: Iraq

Board Approval Date: 11/29/2005

Closing Date: 06/30/2013

Loan/Credit/Grant Number: IDA-41280

Sector(s): Primary education (49%), Secondary education (49%), Central government administration (2%)

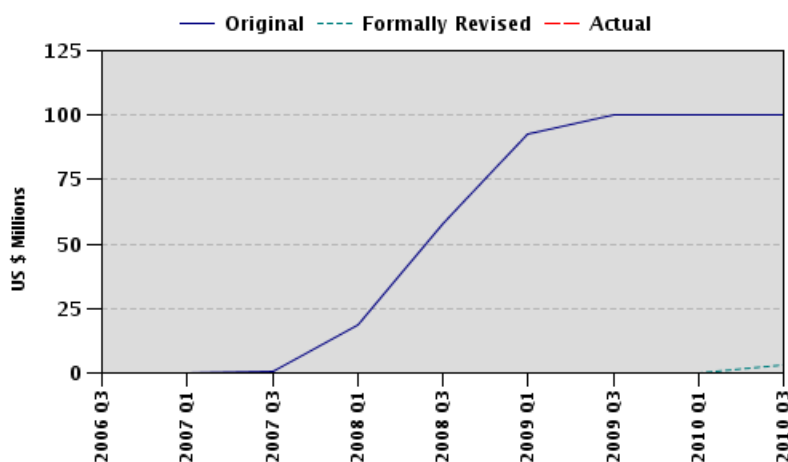
Theme(s): Education for all (67%), Improving labor markets (33%)

Project Development Objectives: The objective of the project is to assist the Ministry of Education (MOE) in reducing school overcrowding and strengthening its capacity to improve quality of teaching and curricula.

Progress toward achieving development objective(s): After long delays, the construction of nine schools is about to start, and should be completed by December 2011. Therefore there is progress in the achievement of the first objective of the project (reducing school overcrowding). Progress towards the achievement of the second objective (improve quality of teaching and curricula) is still lagging.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2010)

<i>Loan/Credit/Grant</i>	<i>Status</i>	<i>Amount</i>	<i>Disbursed</i>	<i>Undisbursed</i>	<i>Cancellation</i>
IDA-41280	Effective	100.35	0.25	100.12	0.00



Project Name (ID): Iraq Emergency Disabilities Project (P096774)

Country: Iraq

Board Approval Date: 11/23/2005

Midterm Review Date: 04/02/2008

Closing Date: 12/31/2010

Loan/Credit/Grant Number: TF-54052

Sector(s): Health (50%), Other social services (50%)

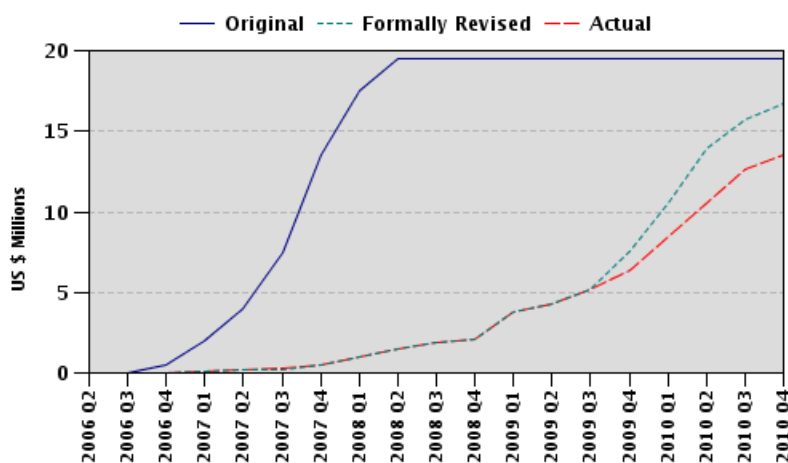
Theme(s): Injuries and non-communicable diseases (50%), Conflict prevention and post-conflict reconstruction (25%), Other social protection and risk management (25%)

Project Development Objectives: The revised objective of the Project is to improve access of the disabled population in targeted areas in Iraq to rehabilitation and prosthetic services.

Progress toward achieving development objective(s): The project is making progress towards its objectives. All six centers have been completed and are functional. Electrical wheelchairs have been procured. The project was extended by six months.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2010)

<i>Loan/Credit/Grant</i>	<i>Status</i>	<i>Amount</i>	<i>Disbursed</i>	<i>Undisbursed</i>	<i>Cancellation</i>
TF-54052	Effective	19.50	15.41	1.39	2.70



Project Name (ID): Household Survey and Policies for Povert (P098979)

Country: Iraq

Board Approval Date: 07/24/2006

Closing Date: 09/30/2012

Loan/Credit/Grant Number: TF-56441

Sector(s): General public administration sector (100%)

Theme(s): Economic statistics, modeling and forecasting (29%), Other economic management (29%), Poverty strategy, analysis and monitoring (14%), Improving labor markets (14%), Social safety nets (14%)

Project Development Objectives: The objective is to strengthen the ability of the GOI to make and implement informed policies regarding poverty reduction, job creation and improvement of safety nets.

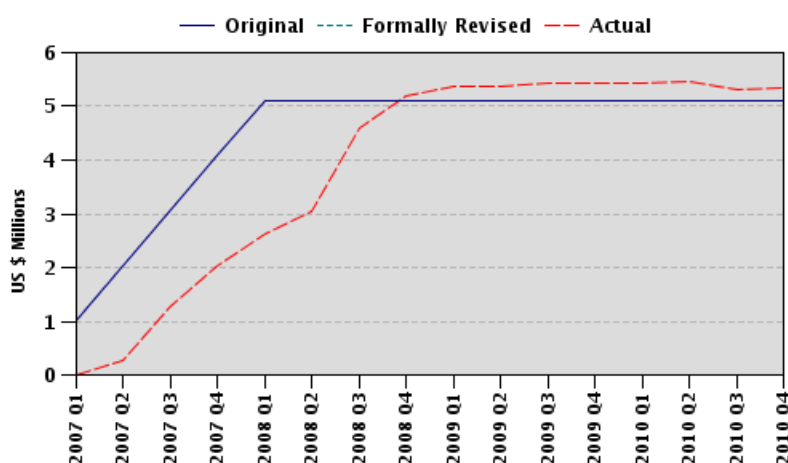
The project was restructured, or received Additional Financing during FY 10

In order to build on the success of this project, \$3 million in additional financing was agreed on June 30, 2010 and the closing date extended to September 2012. The additional financing will allow the project to provide: (i) capacity building and technical assistance for implementation of the Poverty Reduction Strategy; (ii) capacity building and technical assistance for monitoring progress of the Poverty Reduction Strategy; and (iii) financial, capacity building and technical assistance for poverty measurement (including a second round of the household survey).

Progress toward achieving development objective(s): The Council of Ministers adopted the national poverty line in May 2009 and the Poverty Reduction Strategy in November 2009 (Decree 409). The Poverty Reduction Strategy has been integrated into the National Development Plan, the 2010 budget, and the United Nations Development Assistance Framework. Under the Bank-Executed companion trust fund, we conducted 9 workshops for our Iraqi counterparts (providing 526 person days of training) to assist them in developing the Poverty Reduction Strategy.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2010)

<i>Loan/Credit/Grant</i>	<i>Status</i>	<i>Amount</i>	<i>Disbursed</i>	<i>Undisbursed</i>	<i>Cancellation</i>
TF-56441	Effective	7.00	5.35	1.65	0.00



Project Name (ID): IQ - Dokan & Derbandikhan Emerg Hydropwr (P099059)

Country: Iraq

Board Approval Date: 12/12/2006

Closing Date: 12/31/2010

Loan/Credit/Grant Number: IDA-42490

Sector(s): Renewable energy (100%)

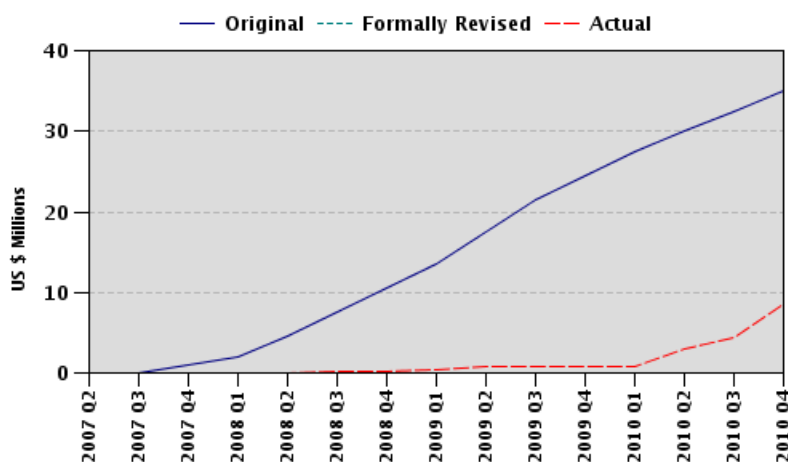
Theme(s): Other public sector governance (100%)

Project Development Objectives: The objective is to help alleviate the current power supply shortfall in the Kurdish region through urgent repair work, strengthen the capacity of local operational staff, and prepare for the rehabilitation of the Dokan and Derbandikhan hydropower plants.

Progress toward achieving development objective(s): During the reporting period progress in achieving the Projects Development Objectives improved. Most contracts for rehabilitation works are now executed, with significant works underway and completed.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2010)

<i>Loan/Credit/Grant</i>	<i>Status</i>	<i>Amount</i>	<i>Disbursed</i>	<i>Undisbursed</i>	<i>Cancellation</i>
IDA-42490	Effective	40.75	9.03	31.86	0.00



Project Name (ID): Emergency Social Protection Project (P099295)

Country: Iraq

Board Approval Date: 07/25/2006

Midterm Review Date: 10/27/2008

Closing Date: 02/28/2011

Loan/Credit/Grant Number: TF-56808

Sector(s): Compulsory pension and unemployment insurance (50%), Other social services (50%)

Theme(s): Vulnerability assessment and monitoring (34%), Social safety nets (33%), Social risk mitigation (33%)

Project Development Objectives: The overall objective of the project is to strengthen the policy, management and administrative capacity in the Ministry of Labor and Social Affairs and the Ministry of Finance to develop, manage and monitor pension and social safety net reforms.

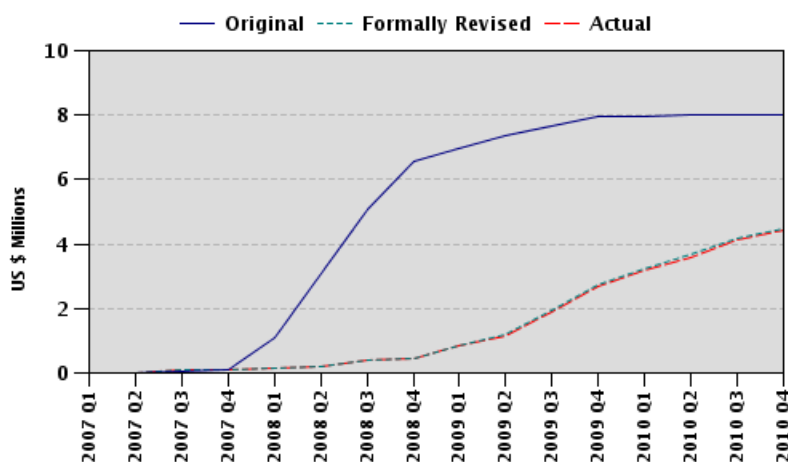
The project was restructured, or received Additional Financing during FY 10

The Project was restructured in January 2010 in order to extend the grant closing date to February 28, 2011, as well as reallocate the grant proceeds between disbursement categories.

Progress toward achieving development objective(s): The Ministry of Labor and Social Affairs Project Management Office has been successful in acquiring information technology as infrastructure for social safety net centers throughout Iraq. Additional work is needed by the Ministry of ensure that human resources are available to manage and operate the equipment and to begin the process of utilization of the social safety net information system.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2010)

<i>Loan/Credit/Grant</i>	<i>Status</i>	<i>Amount</i>	<i>Disbursed</i>	<i>Undisbursed</i>	<i>Cancellation</i>
TF-56808	Effective	8.00	4.53	3.47	0.00



Project Name (ID): IQ-Public Financial Mgmt Reform (P110862)

Country: Iraq

Board Approval Date: 06/26/2009

Closing Date: 06/30/2013

Loan/Credit/Grant Number: TF-94552

Sector(s): Sub-national government administration (50%), Central government administration (50%)

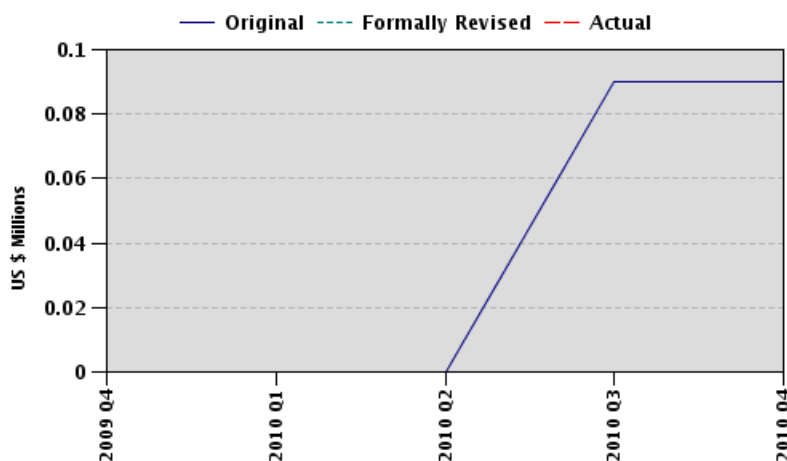
Theme(s): Public expenditure, financial management and procurement (50%), Administrative and civil service reform (25%), Decentralization (25%)

Project Development Objectives: The objective is to develop more effective, accountable and transparent public financial management. Support will be provided for strengthening budget management, improving public financial reporting and control, strengthening public procurement, and establishing the tools, systems and institutions required to build capacity for effective public financial management.

Progress toward achieving development objective(s): Since the launch of the project an evolving Medium-Term Fiscal Framework (MTFF) is in place. A multi-year budget strategy was introduced in 2010-2012. The 2011 Budget Call Circular was the first to include hard ceilings for spending units. Following the introduction of a new GFS compliant Chart of Accounts in 2007 an Accounting Manual was developed in 2010 to facilitate implementation. As a result government financial reports and audits are being prepared earlier and are more informative and accurate. Incremental improvements in public finance management are leading to better budget execution: from 25-30% in 2006-7 to over 50% in 2008. In 2009 the investment budget is on track for an execution rate of over 70%. Well planned and executed public investment is laying the foundation for improved service delivery and economic reconstruction. The Project also contributed to improved coordination involving key donor at all stages.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2010)

<i>Loan/Credit/Grant</i>	<i>Status</i>	<i>Amount</i>	<i>Disbursed</i>	<i>Undisbursed</i>	<i>Cancellation</i>
TF-94552	Effective	16.00	0.11	15.89	0.00



Project Name (ID): IQ - Banking Sector Reform (P113337)

Country: Iraq

Board Approval Date: 04/14/2009

Closing Date: 06/30/2013

Loan/Credit/Grant Number: TF-94193

Sector(s): Banking (100%)

Theme(s): Other financial and private sector development (35%), Regulation and competition policy (20%), State enterprise/bank restructuring and privatization (45%)

Project Development Objectives: To reform the banking sector in Iraq, focusing on strengthen the supervisory framework; and institutional and financial restructuring of the two state-owned commercial banks (Rasheed Bank and Rafidain Bank) with the objective of improving intermediation and building the capacity of financial institutions to support the Government of Iraq in the implementation of the Iraq Banking Reform Strategy.

The project was restructured, or received Additional Financing during FY 10

The security situation in Iraq and the recent bombing of the Central Bank of Iraq (CBI) in June 2010 has led to a delay in the project execution. Hence the closing date of the project was extended to June 30, 2013 in order to ensure that the project development objectives are achieved through full implementation of its key components. No changes were made to the project development objectives.

Progress toward achieving development objective(s): Some progress has been made in signing consultancy contracts, issuing Request for Proposals, and receiving proposals despite the difficulty in finding international experts that are willing to work on the ground in Iraq with the security situation. Further progress is expected moving forward with project implementation.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2010)

<i>Loan/Credit/Grant</i>	<i>Status</i>	<i>Amount</i>	<i>Disbursed</i>	<i>Undisbursed</i>	<i>Cancellation</i>
TF-94193	Effective	10.00	0.22	9.78	0.00

