



## Kenya Infrastructure Finance/PPP project (P121019)

EASTERN AND SOUTHERN AFRICA | Kenya | Finance, Competitiveness and Innovation Global Practice | IBRD/IDA | Investment Project Financing | FY 2013 | Seq No: 20 | ARCHIVED on 03-May-2023 | ISR55731 |

Implementing Agencies: MINISTRY OF FINANCE, National Treasury PPP Directorate, Project Facilitation Fund

**Key Dates****Key Project Dates**

Bank Approval Date: 15-Nov-2012

Effectiveness Date: 11-Feb-2013

Planned Mid Term Review Date: 30-May-2015

Actual Mid-Term Review Date: 18-May-2015

Original Closing Date: 31-Dec-2016

Revised Closing Date: 30-Jun-2023

**Project Development Objectives**

Project Development Objective (from Project Appraisal Document)

The overall objective of this two-phased Adaptable Lending Program (APL) Program is to increase private investment in the Kenya infrastructure market across sectors and to sustain this participation over an extended period of time. This involves three key areas of development: (i) enabling environment; (ii) pipeline; (iii) financing.

The specific objective of the APL 1 project is to improve the enabling environment to generate a pipeline of bankable Public-Private Partnership (PPP) projects.

Has the Project Development Objective been changed since Board Approval of the Project Objective?

Yes

Board Approved Revised Project Development Objective (If project is formally restructured)

The overall objective of this project is to increase private investment in the Kenya infrastructure market across sectors and to sustain this participation over an extended period of time.

**Components** Table

Name

Technical Support to PPP Institutions for PPP Legal, Regulatory and PPP Financing Environment:(Cost \$11.50 M)  
Support for Preparation of Individual PPPs:(Cost \$20.00 M)  
Improvements to Fiscal Risk Management Framework:(Cost \$5.00 M)  
Support for Program Management:(Cost \$3.50 M)  
AF Component 1: Support to Institutional Strengthening:(Cost \$10.00 M)  
AF Component 2: Support to Project Preparation and Procurement:(Cost \$37.00 M)  
AF Component 3: Support to Project Management:(Cost \$3.00 M)

**Overall Ratings**

Name	Previous Rating	Current Rating
Progress towards achievement of PDO	<input type="checkbox"/> Satisfactory	<input type="checkbox"/> Satisfactory
Overall Implementation Progress (IP)	<input type="checkbox"/> Satisfactory	<input type="checkbox"/> Satisfactory
Overall Risk Rating	<input type="checkbox"/> Moderate	<input type="checkbox"/> Moderate



### Implementation Status and Key Decisions

4. Overall, the Project has been progressing steadily. Project disbursement stands at 77.15% and is expected to increase during the last quarter of this fiscal year on account of achievement of performance-based conditions.

### Risks

#### Systematic Operations Risk-rating Tool

Risk Category	Rating at Approval	Previous Rating	Current Rating
Political and Governance	--	<input type="checkbox"/> Moderate	<input type="checkbox"/> Moderate
Macroeconomic	--	<input type="checkbox"/> High	<input type="checkbox"/> High
Sector Strategies and Policies	--	<input type="checkbox"/> Moderate	<input type="checkbox"/> Moderate
Technical Design of Project or Program	--	<input type="checkbox"/> Moderate	<input type="checkbox"/> Moderate
Institutional Capacity for Implementation and Sustainability	--	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial
Fiduciary	--	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial
Environment and Social	--	<input type="checkbox"/> Substantial	<input type="checkbox"/> Substantial
Stakeholders	--	<input type="checkbox"/> Moderate	<input type="checkbox"/> Moderate
Other	--	<input type="checkbox"/> Low	<input type="checkbox"/> Low
Overall	--	<input type="checkbox"/> Moderate	<input type="checkbox"/> Moderate

### Results

#### PDO Indicators by Objectives / Outcomes

Institutional Development and Regulatory Reform				
▶ Regular issuance of Government benchmark bonds in medium and long term maturities up to 7/10 year tenures (Number, custom) (Yes/No, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	Yes	Yes	Yes
Date	31-Dec-2012	29-Jul-2022	11-Apr-2023	30-Jun-2023
▶ PPP Regulations associated with the new Law agreed to with MoF (Yes/No, Custom)				



	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	Yes	Yes	Yes
Date	31-Dec-2012	29-Jul-2022	11-Apr-2023	30-Jun-2023
<b>► Private Capital Mobilized (Amount(USD), Custom)</b>				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	132,200,000.00	898,830,000.00	1,250,000,000.00
Date	18-Jan-2017	29-Jul-2022	11-Apr-2023	30-Jun-2023

Pipeline of PPP transactions				
<b>► No. of PPP Projects that reached financial close (Number, Custom)</b>				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	2.00	4.00	3.00
Date	18-Jan-2017	29-Jul-2022	11-Apr-2023	30-Jun-2023
<b>► Expression of Interests (EOIs) issued to prospective sponsors for three targeted PPP transactions (Number, Custom)</b>				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	19.00	19.00	3.00
Date	31-Dec-2012	29-Jul-2022	11-Apr-2023	30-Jun-2023

Improvement of FCCL framework				
<b>► PPP Fiscal Commitment and Contingent Liability Framework operationalized as measured by: upstream DMO due diligence on prospective (feasibility stage) transactions completed in line with Law (Yes/No, Custom)</b>				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	Yes	Yes	Yes
Date	31-Dec-2012	29-Jul-2022	11-Apr-2023	30-Jun-2023

### Intermediate Results Indicators by Components

Institutional Development and Regulatory Reform



▶ No. of Government officials with PPP certification from recognized institutions* (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	10.00	54.00	54.00	50.00
Date	18-Jan-2017	29-Jul-2022	11-Apr-2023	30-Jun-2023
▶ Line Ministries and Agencies ?Nodes? for First Mover Transactions established and operational (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	67.00	67.00	2.00
Date	31-Dec-2012	29-Jul-2022	11-Apr-2023	30-Jun-2023
Preparation of a pipeline of PPP transactions				
▶ Report drafted on project stakeholder engagement survey (Yes/No, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	No	No	Yes
Date	18-Jan-2017	29-Jul-2022	11-Apr-2023	30-Jun-2023
Comments:	The 1st financial close is for Lot 33 and this was achieved in February 2018. Activity to commence in FY 23			
▶ No. of EOIs/RFQ/RFP issued to prospective PPP private partners (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	8.00	11.00	11.00	20.00
Date	18-Jan-2017	29-Jul-2022	11-Apr-2023	30-Jun-2023
▶ No. of Feasibility Studies approved by the PPP Committee (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	10.00	14.00	25.00	25.00
Date	18-Jan-2017	29-Jul-2022	11-Apr-2023	30-Jun-2023
Comments:	These were inadvertently entered as 25 in previous ISR. They should have been 14 and remain the same for this ISR.			
▶ PPP Training Curriculum Developed and Implemented (Text, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target



Value	No Curriculum	The Consultancy EOI was issued and closed. EOI evaluation pending conclusion.	This will be dropped once the project is restructured	Curriculum developed and approved, implementation of curriculum commenced
Date	18-Jan-2017	29-Jul-2022	11-Apr-2023	30-Jun-2023

Improvement of FCCL Framework				
► PPP FCCL approved by National Treasury Cabinet Secretary (Text, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	Yes	Yes	Yes
Date	31-Dec-2012	29-Jul-2022	11-Apr-2023	30-Jun-2023

### Performance-Based Conditions

► PBC 1 PFF Regulations gazzeted (Date, Outcome, 1,000,000.00, 100.00%)				
	Baseline	Actual (Previous)	Actual (Current)	FY 18
Value	29-Jun-2018	12-May-2017	12-May-2017	--
Date	--	29-Jul-2022	11-Apr-2023	--
Comments:	PBC has been achieved			

► PBC 2 PFF governance and operations manual approved and implemented (Date, Output, 1,000,000.00, 100.00%)				
	Baseline	Actual (Previous)	Actual (Current)	FY 18
Value	29-Jun-2018	27-Jun-2018	27-Jun-2018	--
Date	--	29-Jul-2022	11-Apr-2023	--
Comments:	PBC has been partially achieved			

► PBC 3 PFF Seed money provided (Date, Output, 1,000,000.00, 100.00%)				
---	--	--	--	--



	Baseline	Actual (Previous)	Actual (Current)	FY 18
Value	29-Jun-2018	29-Jun-2018	29-Jun-2018	--
Date	--	29-Jul-2022	11-Apr-2023	--
Comments:	PBC has been partially achieved:			

► PBC 4 At least 3 PFF Funding Agreements signed (Date, Output, 5,000,000.00, 100.00%)

	Baseline	Actual (Previous)	Actual (Current)	FY 18
Value	29-Jun-2018	29-Jun-2018	29-Jun-2018	--
Date	--	29-Jul-2022	11-Apr-2023	--
Comments:	PBC not yet achieved			

## Data on Financial Performance

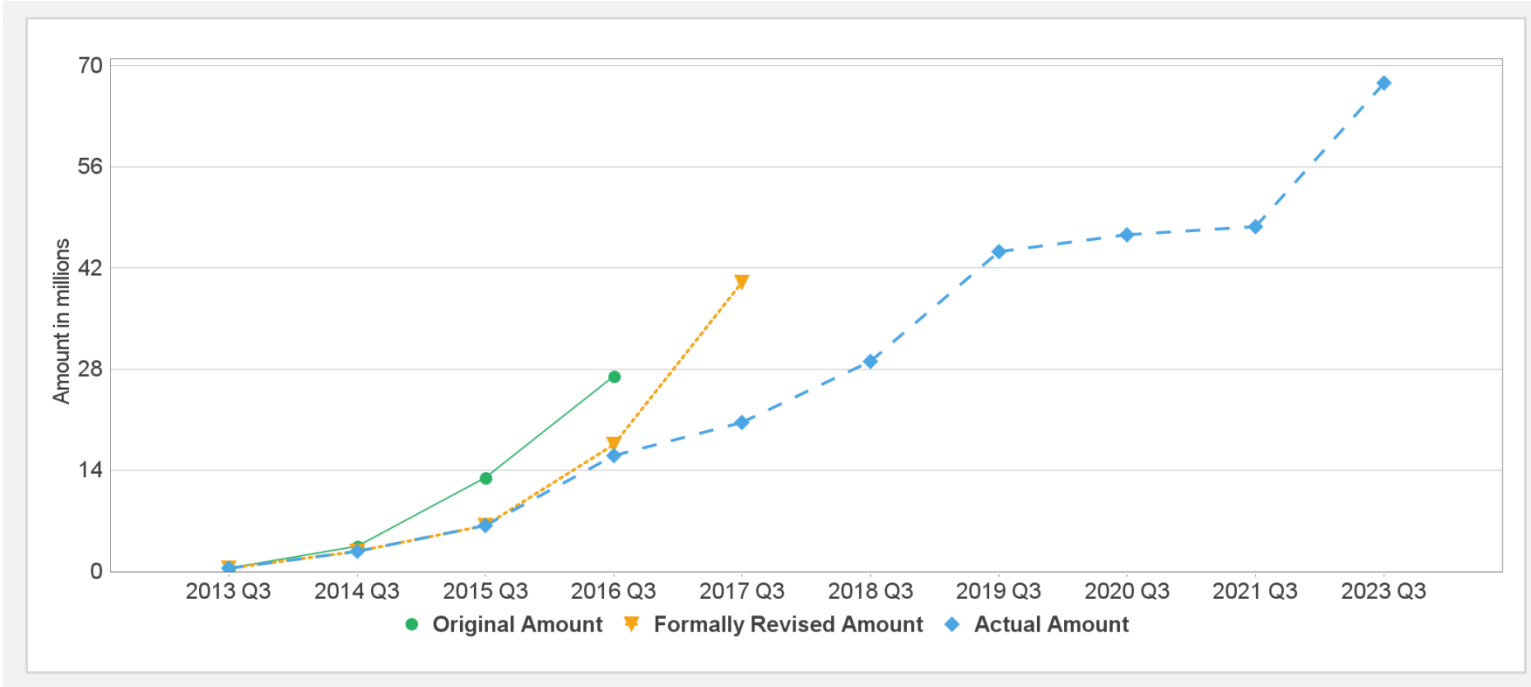
### Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	% Disbursed
P121019	IDA-51570	Effective	USD	40.00	40.00	0.00	35.92	1.20	97%
P121019	IDA-61210	Effective	USD	50.00	50.00	0.00	31.68	18.84	63%

### Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P121019	IDA-51570	Effective	15-Nov-2012	05-Dec-2012	11-Feb-2013	31-Dec-2016	30-Jun-2023
P121019	IDA-61210	Effective	05-Jul-2017	07-Aug-2017	21-Dec-2017	31-Oct-2022	30-Jun-2023

### Cumulative Disbursements



### Restructuring History

Level 2 Approved on 24-Jun-2015 ,Level 2 Approved on 25-Jan-2019 ,Level 2 Approved on 24-Nov-2021 ,Level 2 Approved on 31-Aug-2022

### Related Project(s)

P162182-Kenya Infrastructure Finance Public Private Partnership Additional Financing Project