



## East-West Highway Corridor Improvement (P149952)

EUROPE AND CENTRAL ASIA | Georgia | Transport Global Practice |  
IBRD/IDA | Investment Project Financing | FY 2016 | Seq No: 11 | ARCHIVED on 21-Dec-2021 | ISR49648 |

Implementing Agencies: Ministry of Finance, Roads Department of the Ministry of Regional Development and Infrastructure (RDMRDI)

### Key Dates

#### Key Project Dates

Bank Approval Date: 03-Dec-2015

Effectiveness Date: 19-May-2016

Planned Mid Term Review Date: 24-Jan-2022

Actual Mid-Term Review Date:

Original Closing Date: 31-Dec-2020

Revised Closing Date: 31-Dec-2023

### Project Development Objectives

Project Development Objective (from Project Appraisal Document)

The proposed PDOs are to: (i) reduce road user costs along the East-West Highway Corridor section upgraded under the project; and (ii) strengthen the capacity of the Roads Department and the Ministry of Economy and Sustainable Development to respectively manage the road network and provide an enabling environment to improve logistics services.

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

No

### Components Table

Name

Component 1: Corridor Improvement:(Cost \$283.45 M)

Component 2: Institutional strengthening:(Cost \$6.00 M)

Component 3: Project management support:(Cost \$1.50 M)

Component 4: Preparation of designs and supporting studies for future projects for the development of the

East-West Highway:(Cost \$3.00 M)

Front-end fee (0.25%):(Cost \$0.05 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"/> Moderately Satisfactory	<input type="checkbox"/> Moderately Satisfactory
Overall Risk Rating	<input type="checkbox"/> Moderate	<input type="checkbox"/> Moderate

### Implementation Status and Key Decisions

The project has made good progress over the last six months and is on track for achieving its Development Objective. On civil works, the implementation on the contract for F0 - Lot2-A 1.9 km of F0 (E-60 Highway Section from Zemo Osiauri to Chumateleti Lot 2 (Km 5+800-Km7+700)



has been completed and this section of the highway was fully opened to traffic in September 2020. The civil works contract for F0 - Lot2-B; the E-60 Highway Section from Zemo Osiauri to Chumateleti (Km 7+700-Km14+060) has commenced and is progressing well. The contract for the F1 (Upgrading of Chumateleti-Khevi Section of E-60 Highway) faced implementation delays in the first part of the year, but is now being implemented on an accelerated schedule agreed between the Roads Department—the Project Implementation Unit—and the contractor. Progress has improved considerably. The Bank will launch a Mid-Term Review of the project early in the 2022 calendar year.

## Risks

### Systematic Operations Risk-rating Tool

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

## Results

### PDO Indicators by Objectives / Outcomes

Reduce road user costs along the East-West Highway Corridor section				
▶ Travel time from Zemo Osiauri to Khevi (Minutes, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	17.70	17.70	17.70	13.20
Date	31-Dec-2015	18-Jun-2021	10-Dec-2021	31-Dec-2023
▶ Vehicle Operating Costs from Zemo Osiauri to Khevi (cars) US\$/km (Amount(USD), Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target



Value	0.31	0.31	0.31	0.28
Date	31-Dec-2015	18-Jun-2021	10-Dec-2021	31-Dec-2023
<b>► Vehicle Operating Costs from Zemo Osiauri to Khevi (trucks) US\$/km (Amount(USD), Custom)</b>				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.56	0.56	0.56	0.55
Date	31-Dec-2015	18-Jun-2021	10-Dec-2021	31-Dec-2023

<b>Strengthen the capacity of RD and MESD</b>				
<b>► Asset value of the East West Highway corridor from Tbilisi to Sarpi (GEL Million) (Amount(USD), Custom)</b>				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	1,246.50	1,587.00	1,587.00	5,755.00
Date	31-Dec-2015	18-Jun-2021	10-Dec-2021	31-Dec-2023
<b>► National Logistics Program adopted by MESD (Yes/No, Custom)</b>				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	No	No	Yes
Date	31-Dec-2015	18-Jun-2021	10-Dec-2021	31-Dec-2023
Comments:	The Logistics strategy has been completed but yet to be adopted following introduction of some changes.			

### Intermediate Results Indicators by Components

<b>Component 1: Corridor Improvement</b>				
<b>► Roads constructed, non-rural (Kilometers, Custom)</b>				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	1.90	1.90	19.00
Date	31-Dec-2015	18-Jun-2021	10-Dec-2021	31-Dec-2023
<b>► Road users satisfied with quality of road and services and the project's responsiveness to their transport needs (gender disaggregated) (Percentage, Custom)</b>				
	Baseline	Actual (Previous)	Actual (Current)	End Target



Value	0.00	0.00	0.00	80.00
Date	31-Dec-2015	18-Jun-2021	10-Dec-2021	31-Dec-2023
Comments:	The surveys are linked to the stage of progress of the civil works contract. Given the delay in award and the commencement of the civil works contract, no surveys have yet been launched. The survey will be launched in July 2021. During FY21, the RD agreed that the beneficiary feedback questions would be budgeted under the contract of the supervision consultant and the terms of reference was developed to include three phases: Phase I: Survey of users for the 1.9 km that is already open to traffic, Phase II: the benchmark of the current situation on the existing roads (tentatively end of 2022/ early 2023), Phase III: survey of the conditions following opening of the highway in 2023).			
<b>► Key ITS equipment installed on selected and prioritized East-West Highway locations (Percentage, Custom)</b>				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	100.00
Date	31-Dec-2015	18-Jun-2021	10-Dec-2021	31-Dec-2023
Comments:	This will follow the construction of the Highway.			

<b>Component 2: Institutional strengthening</b>				
<b>► RD/ITS staff (5) staff trained in ITS services management and monitoring (Number, Custom)</b>				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	2.00	2.00	5.00
Date	31-Dec-2015	18-Jun-2021	10-Dec-2021	31-Dec-2023
<b>► Key legislation/measures to provide an enabling environment to enhance logistics services drafted (Yes/No, Custom)</b>				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	No	No	Yes
Date	31-Dec-2015	18-Jun-2021	10-Dec-2021	31-Dec-2023
<b>► MESD staff (8) trained in relevant areas including logistics (Number, Custom)</b>				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	8.00
Date	31-Dec-2015	18-Jun-2021	10-Dec-2021	31-Dec-2023
<b>► Preparation and endorsement of an Annual Road Safety Action Plan aligned with the National Road Safety Strategy (Yes/No, Custom)</b>				
	Baseline	Actual (Previous)	Actual (Current)	End Target



Value	No	Yes	Yes	Yes
Date	26-Apr-2017	18-Jun-2021	10-Dec-2021	31-Dec-2023
► Studies to support logistics sector development completed (Yes/No, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	Yes	Yes	Yes
Date	31-Dec-2015	18-Jun-2021	10-Dec-2021	31-Dec-2023

Component 3: Project management support				
► Percentage of project related grievances addressed by the RD (Percentage, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	94.60	94.60	100.00
Date	31-Dec-2015	18-Jun-2021	10-Dec-2021	31-Dec-2023
Comments:	In FY21 the project received 11 complaints. Overall, 58 complaints were received and processed through the life of the project. All but three most recent ones have been successfully addressed. Complaints are both individual and collective, and are mostly related to monitoring of dust, request for construction of underpasses, compensation or land acquisition, relocation of water pipes, and most recently – a case related to relocation of a kindergarten. The Bank team is providing additional technical support to the RD to implement a GRM Strengthening Action Plan, approved in April 2020. As part of this plan RD has prepared a consolidated GRM log, improved its system for classifying and referring grievances, and is in the process of developing an electronic database that will further facilitate the recording and reporting of grievances and their status			

Component 4: Preparation of designs and supporting studies for future projects for the development of the East-West Highway				
► Number of studies completed (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	1.00	1.00	3.00
Date	01-Jun-2016	18-Jun-2021	10-Dec-2021	29-Dec-2023

**Performance-Based Conditions**

**Data on Financial Performance**

**Disbursements (by loan)**

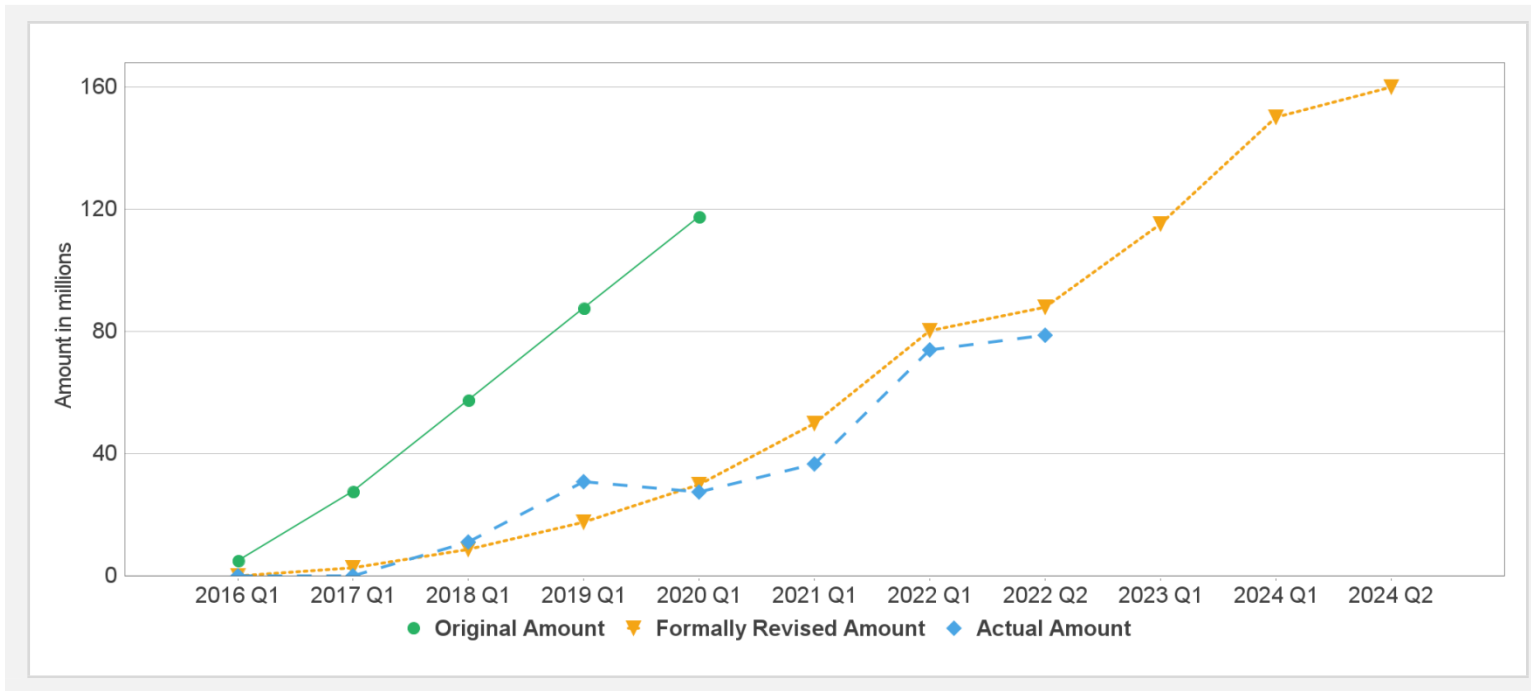


Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	% Disbursed
P149952	IBRD-85470	Effective	USD	140.00	140.00	0.00	68.24	71.76	49%
P149952	IBRD-87880	Effective	USD	20.00	20.00	0.00	10.75	8.80	55%

**Key Dates (by loan)**

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P149952	IBRD-85470	Effective	03-Dec-2015	10-Feb-2016	19-May-2016	31-Dec-2020	31-Dec-2023
P149952	IBRD-87880	Effective	08-Nov-2017	04-Dec-2017	02-Apr-2018	31-Dec-2023	31-Dec-2023

**Cumulative Disbursements**



**PBC Disbursement**

PBC ID	PBC Type	Description	Coc	PBC Amount	Achievement Status	Disbursed amount in Coc	Disbursement % for PBC



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### **Restructuring History**

There has been no restructuring to date.

### **Related Project(s)**

P160152-East West Highway Corridor Improvement Project Additional Financing

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