



Local Economy and Infrastructure Development Project (P150327)

EUROPE AND CENTRAL ASIA | Armenia | Social, Urban, Rural and Resilience Global Practice Global Practice | IBRD/IDA | Investment Project Financing | FY 2016 | Seq No: 3 | ARCHIVED on 02-May-2017 | ISR27227 |

Implementing Agencies:

Key Dates

Key Project Dates

Bank Approval Date:22-Dec-2015

Effectiveness Date:29-Dec-2016

Planned Mid Term Review Date:20-Mar-2019

Actual Mid-Term Review Date:--

Original Closing Date:30-Apr-2021

Revised Closing Date:30-Apr-2021

Project Development Objectives

Project Development Objective (from Project Appraisal Document)

<p>The Project Development Objective is to improve infrastructure services and institutional capacity for increased tourism contribution to local economy in selected regions of Armenia.</p>

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

No

Components

Name

Heritage Hub and Tourism Circuit Development:(Cost \$50.55 M)

Institutional Development:(Cost \$4.45 M)

Contingent Emergency Response

Overall Ratings

| Name | Previous Rating | Current Rating |
|--------------------------------------|---------------------------|---------------------------|
| Progress towards achievement of PDO | ● Satisfactory | ● Moderately Satisfactory |
| Overall Implementation Progress (IP) | ● Moderately Satisfactory | ● Moderately Satisfactory |
| Overall Risk Rating | ● Substantial | ● Substantial |



Implementation Status and Key Decisions

The Project was approved by the World Bank Board of Directors on December 22, 2015. The legal agreements between the World Bank and Government of the Republic of Armenia were signed on February 23, 2016. In response to Government's request, the Project effectiveness has been extended from July to December 2016, to allow the Government to ratify the loan in Parliament and complete other effectiveness conditions. All effectiveness conditions were met on time, and the project was declared effective on December 29, 2016. Feasibility studies and detail designs have been finalized for all sub-projects using the project preparation grant, which closed end-March 2017.

Risks

Systematic Operations Risk-rating Tool

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

Results

Project Development Objective Indicators



► Increased number of people in urban areas provided with access to all-season roads within a 500 meter range under the project (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 5,000.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Increased average number of hours per day of piped water services in project areas. (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 8.00 | 8.00 | 8.00 | 14.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Increased tourism spending (Amount(USD), Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 749.50 | 749.50 | 749.50 | 862.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Increased number of jobs created by activities linked to support tourism industry (gender disaggregated) (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 133,500.00 | 133,500.00 | 133,500.00 | 147,070.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Number of destination management offices established and operational to ensure sustainability. (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|----------|-------------------|------------------|------------|
| Value | 0.00 | 0.00 | 0.00 | 3.00 |



| | | | | |
|------|-------------|-------------|-------------|-------------|
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |
|------|-------------|-------------|-------------|-------------|

Overall Comments

Intermediate Results Indicators

| ► Improved access roads to selected tourism attraction sites. (Kilometers, Custom) | | | | |
|--|-------------|-------------------|------------------|-------------|
| | Baseline | Actual (Previous) | Actual (Current) | End Target |
| Value | 0.00 | 0.00 | 0.00 | 8.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

| ► Piped household water connections that are benefiting from rehabilitation works undertaken by the project (Number, Corporate) | | | | |
|---|-------------|-------------------|------------------|-------------|
| | Baseline | Actual (Previous) | Actual (Current) | End Target |
| Value | 0.00 | 0.00 | 0.00 | 300.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

| ► Increased number of visitors to Project sites (Number, Custom) | | | | |
|--|--------------|-------------------|------------------|--------------|
| | Baseline | Actual (Previous) | Actual (Current) | End Target |
| Value | 1,203,746.00 | 1,203,746.00 | 1,203,746.00 | 1,384,307.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |



► Increased number of tourism beds (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 2,639.00 | 2,639.00 | 2,639.00 | 3,034.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Number of old houses restored (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 30.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Number of street lighting posts and bulbs replaced/installed (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 200.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Number of Parks upgraded (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 2.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |



► Number of tourism facilities constructed at the cultural heritage sites along the tourist circuit (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 10.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Number of museum/art galleries refurbished (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 2.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Production and distribution of new Tourism maps (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 10,000.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Number of beneficiaries of skills development training provided by the Project, disaggregated by gender (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 300.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |



► Increased number of tourism-related SMEs at Project sites (e.g., souvenir and handcraft shops, family and guest houses, restaurants, museums, etc.), disaggregated by gender (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 7,813.00 | 7,813.00 | 7,813.00 | 8,984.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Dec-2015 |

► Preparation of Site Management Plans for key cultural heritage sites (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 4.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Working age population in Project areas engaged in non-farm employment (disaggregated) (Percentage, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 20.00 | 20.00 | 20.00 | 35.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Grievances responded to within 2 weeks of being filed (%) (Percentage, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 100.00 |
| Date | 22-Oct-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |



► Grievances registered related to delivery of project benefits addressed (Percentage, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 100.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Increased number of visitors to Project sites (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 20.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Beneficiaries that feel Project investments reflected their needs (Percentage, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 100.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

► Project beneficiaries (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 453,500.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |



► Of which female (beneficiaries) (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|-------|-------------|-------------------|------------------|-------------|
| Value | 0.00 | 0.00 | 0.00 | 226,750.00 |
| Date | 22-Dec-2015 | 28-Oct-2016 | 26-Apr-2017 | 31-Mar-2021 |

Overall Comments

Data on Financial Performance

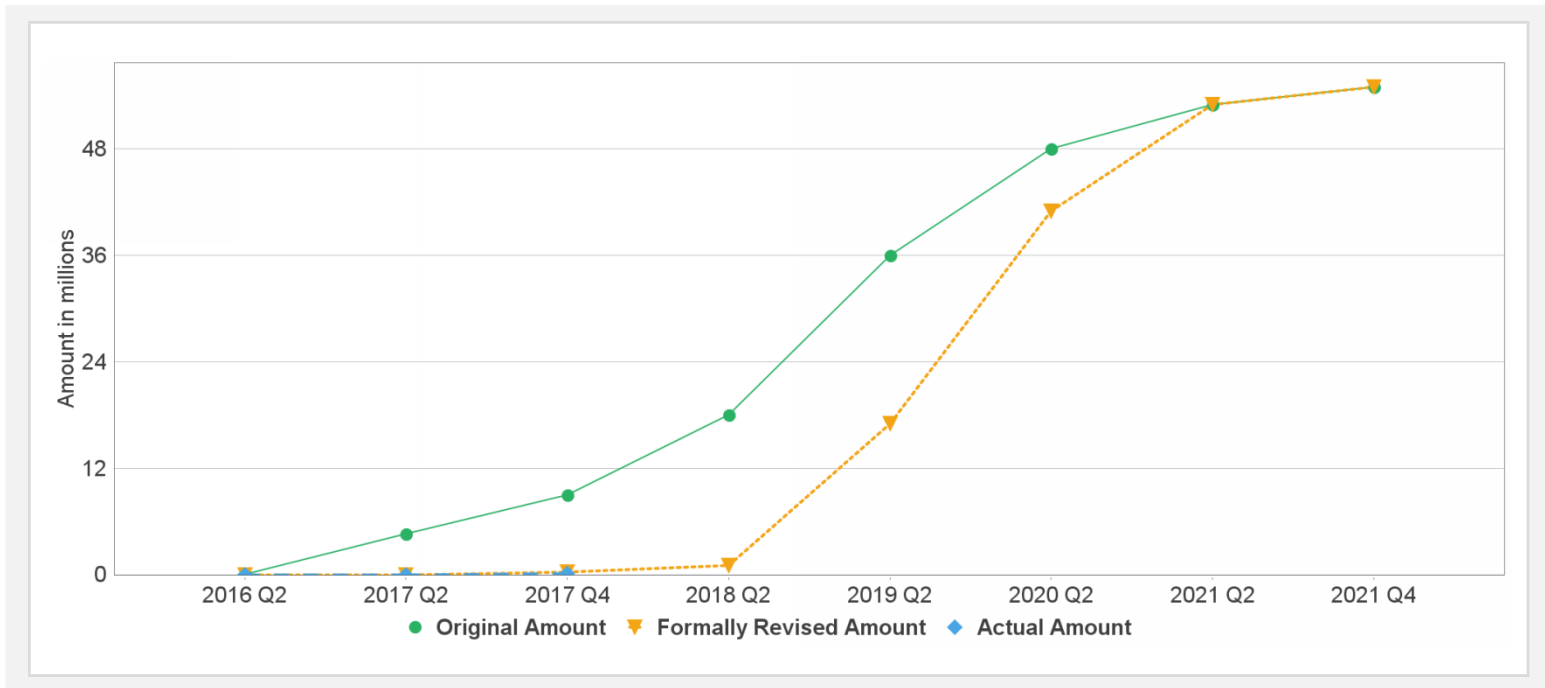
Disbursements (by loan)

| Project | Loan/Credit/TF | Status | Currency | Original | Revised | Cancelled | Disbursed | Undisbursed | Disbursed |
|---------|----------------|-----------|----------|----------|---------|-----------|-----------|-------------|-----------|
| P150327 | IBRD-85720 | Effective | USD | 55.00 | 55.00 | 0.00 | 0.24 | 54.76 | 0% |

Key Dates (by loan)

| Project | Loan/Credit/TF | Status | Approval Date | Signing Date | Effectiveness Date | Orig. Closing Date | Rev. Closing Date |
|---------|----------------|-----------|---------------|--------------|--------------------|--------------------|-------------------|
| P150327 | IBRD-85720 | Effective | 22-Dec-2015 | 23-Feb-2016 | 29-Dec-2016 | 30-Apr-2021 | 30-Apr-2021 |

Cumulative Disbursements



Restructuring History

There has been no restructuring to date.

Related Project(s)

There are no related projects.