



Kenya Urban Water and Sanitation OBA Fund for Low Income Areas (P132979)

AFRICA | Kenya | Water Global Practice |
 Recipient Executed Activities | Investment Project Financing | FY 2015 | Seq No: 7 | ARCHIVED on 19-Jun-2018 | ISR32713 |

Implementing Agencies: Water Services Trust Fund, The National Treasury

Key Dates

Key Project Dates

Bank Approval Date:13-Nov-2014

Effectiveness Date:03-Dec-2014

Planned Mid Term Review Date:31-Mar-2017

Actual Mid-Term Review Date:02-Mar-2017

Original Closing Date:30-Jun-2018

Revised Closing Date:31-Dec-2019

Project Development Objectives

Project Development Objective (from Project Appraisal Document)

The project development objective is to increase the number of people in low income areas with access to improved water supply and sanitation services in Kenyan towns and cities. This objective will be realized by incentivizing urban Water Services Providers to invest in water supply and sanitation improvement subprojects to benefit households in low income areas by applying one-off Output-Based Aid subsidies to make water and sanitation access affordable.

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

No

Components

Name

Implementation Support for project management, subproject preparation and supervision, and to contract an independent verification agent:(Cost \$2.34 M)

Output-Based Aid subsidies for water and sanitation subprojects:(Cost \$9.50 M)

Overall Ratings

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



Implementation Status and Key Decisions

Five subprojects commenced implementation during the reporting period and secured loan drawdowns from the commercial lenders (\$9 million commitment) - Embu, Kisumu, Nyeri, Naivasha and Muranga South (phase 2). They have also publicly disclosed their environmental and social impact assessments (ESIAs) and resettlement action plans (RAPs) where there are project affected persons (PAPs). Two WSPs are yet to start (Thika and Mathira), and three WSP subprojects were dropped from the pipeline (Eldoret, Malindi and Muranga Town), as they would not be able to complete construction by the closing date. In addition to the program manager, the WSTF had 5 consultants in place to support procurement, finance, RAPs, environmental & social, and technical aspects. The procurement and finance consultants completed their contracts but ongoing support from the others will continue across all WSPs under the project in order to strengthen compliance and maintain quality. In March 2018, a combined RAPs training was held by the WSTF in collaboration with the Bank social safeguards team for technical managers and sociologists/socio-economists from seven WSPs. Each WSP has contracted implementation supervision consultants to monitor progress of works and recommend payment against interim payment certificates.

There was no change to the verified outputs under the project during the reporting period, which remain at 7,604 verified household and 30 public connections benefiting 43,733 people. The breakdown of beneficiaries by connection type is: 36,735 people accessing individual connections, 6,578 people accessing water kiosks, and 420 people accessing yard taps. One WSP, Nol Turesh, successfully completed the sustainability test and was subsequently awarded its final subsidy payment.



Risks



Systematic Operations Risk-rating Tool

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

Results

Project Development Objective Indicators

► Number of people in urban areas provided with access to Improved Water Sources under the project (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	43,733.00	43,733.00	94,500.00
Date	15-May-2014	21-Nov-2017	08-Jun-2018	31-Dec-2019

► People provided with access to improved sanitation services (Number, Corporate)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	0.00	39,500.00
Date	15-May-2014	--	08-Jun-2018	31-Dec-2019

▲ People provided with access to "improved sanitation facilities" - urban (Number, Custom Breakdown)

	Baseline	Actual (Previous)	Actual (Current)	End Target
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Value	0.00	0.00	0.00	39,500.00
Date	15-May-2014	21-Nov-2017	08-Jun-2018	31-Dec-2019

Overall Comments

No new outputs were realized during the reporting period, although one WSP, Nol Turesh, successfully completed the sustainability test and was subsequently awarded its final subsidy payment. However, four WSPs have started implementing projects worth \$9 million during the reporting period, hence considerable construction works are underway. These WSPs are expected to achieve some initial outputs in the next reporting period with the majority of subproject works being completed in 2019. The outputs from these subprojects will contribute to the overall project results, which are expected to be in line with the results framework.

Intermediate Results Indicators

► New household sewer connections constructed under the project (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	7,906.00
Date	15-Jul-2013	15-Dec-2016	08-Jun-2018	31-Dec-2019

► Number of water utilities that the project is supporting (Number, Custom)				
	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	10.00	8.00
Date	15-Jul-2013	--	08-Jun-2018	31-Dec-2019



▶ New piped household water connections that are resulting from the project intervention (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	7,604.00	7,604.00	17,104.00
Date	15-May-2014	21-Nov-2017	08-Jun-2018	31-Dec-2019


▶ Improved community water points constructed or rehabilitated under the project (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	30.00	30.00	42.00
Date	15-May-2014	21-Nov-2017	08-Jun-2018	31-Dec-2019

Overall Comments

Data on Financial Performance

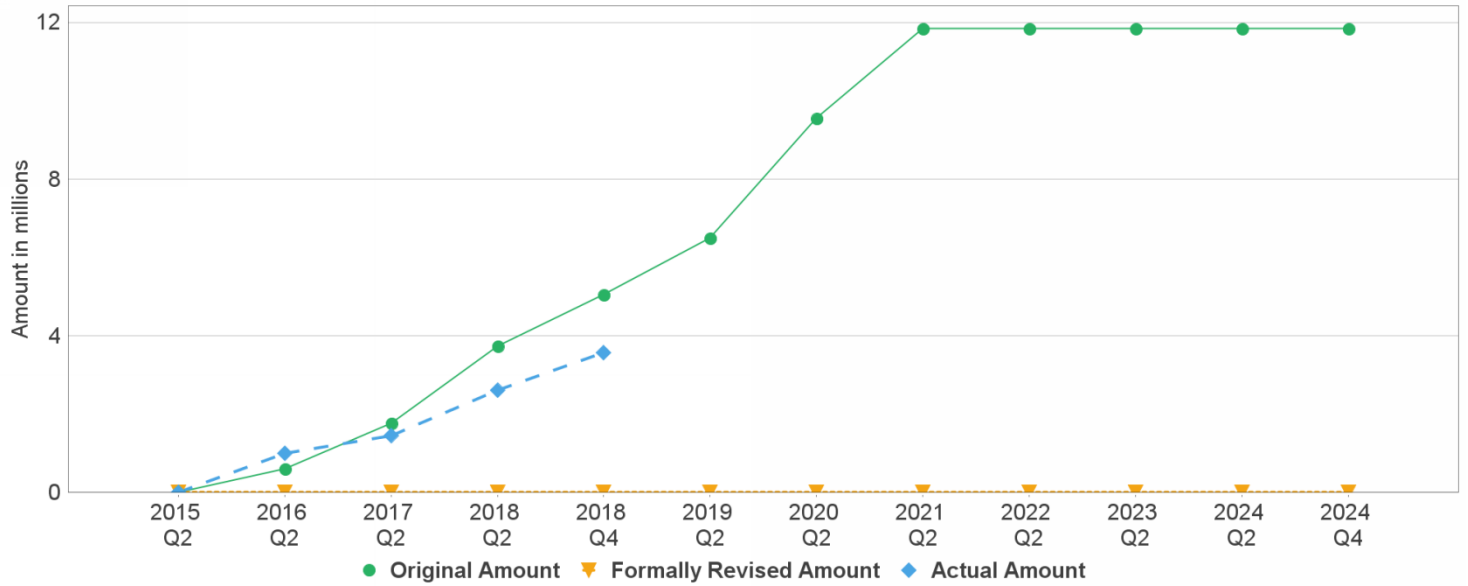
Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	Disbursed
P132979	TF-16395	Effective	USD	11.84	11.84	0.00	3.56	8.27	 30%

Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P132979	TF-16395	Effective	05-Sep-2014	05-Sep-2014	03-Dec-2014	30-Jun-2018	31-Dec-2019

Cumulative Disbursements



Restructuring History

Level 2 Approved on 16-Feb-2018

Related Project(s)

There are no related projects.