



MULTILATERAL INVESTMENT FUND (MIF)



PROJECT PERFORMANCE MONITORING REPORT (MPPMR)

I. BASIC DATA (Amounts in US\$ millions)					
Country: Brazil Executing Agency (EA): Banco do Nordeste do Brasil Window: (?) Has the project been reformulated: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No (If yes see Section V)		Project Title: Conceptual and Regulatory Framework for Private Investment in the Irrigation Sector AT Number: ATN/ATC Number : ATN/MT-5975-BR		Date of Donor Approval: May 27, 1998 Date of Contract Signature: September 08, 1998 Date of Contract Validity: September 08, 1998 Date of Eligibility for Disbursement: June 02, 1998 Original Date of Final Disbursement: March 08, 2001 Current Date of Final Disbursement: March 08, 2002	
CO Specialist: Benard Darnel Headquarters Staff Member Assigned: F.B. Souza Date of Latest Report Update: 30.06.2001 Date of Latest Report Review by Representative: 30.06.2001	Months in Execution from approval: 36 from signature: 33 Cumulative Extension of Original Disbursement Date (months): % Deviation from original Disbursement period:	Original TC Amount Current Amount: US \$ 1,400,000 Disbursements: \$1,007,358 % Disbursed: 72% Counterpart: 980,000	TC Modality: <input checked="" type="checkbox"/> NR <input type="checkbox"/> R <input type="checkbox"/> CR		
II. PROJECT IMPLEMENTATION PROGRESS (IP)					
Components/Outputs:	Key Delivery Performance Indicators:	Classification of Component			
		HS	S	U	VU
1. Definition and validation of the Conceptual Model 2. Preparation and implementation of the regulatory framework 3. Preparation of documentation for the bidding of the pilot project. 4. Support for implementation of pilot project. etc.	1. Delivery of a satisfactory study 2. Delivery of a satisfactory report 3. Completion of required studies, engineering designs, economic and financial projections, bidding documents, and delivery of satisfactory documents 4. Satisfactory completion of promotional documents, missions, dissemination seminars and other promotional activities. Etc.		X X X		X
<u>Assumptions Related to the Implementation of each Component</u>		Probability			
1. Satisfactory performance by Consulting Consortium in carrying out and completing their terms of reference 2. as above 3. as above 4. as above etc.		High		Low	
Summary Component Assumptions Classification (check one)		X			
Implementation Progress Summary Classification (IP): (A satisfactory or higher classification indicates, among other things, that the project will be completed during the currently approved disbursement period)					
<input type="checkbox"/> Highly Satisfactory (HS) <input type="checkbox"/> Satisfactory (S) <input type="checkbox"/> Unsatisfactory (U) <input type="checkbox"/> Very Unsatisfactory (VU)					
III. ACHIEVEMENT OF DEVELOPMENT OBJECTIVES (DO)					
Project Development Objective(s): 1. Establishment of a regulatory framework and model for private investment in the irrigation sector. 2. etc.		Key Performance Indicators: 1. By end of Project, manifestation of measurable private sector interest to investment in irrigation agriculture. 2. By end of Project, evidence of steps being taken by government to correct or improve public policy by means of appropriate legislation so as to encourage private sector confidence and investment in irrigation agriculture etc.			
<u>Assumptions Related to each Development Objective</u>		Probability			
		High		Low	



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1. That Project is completed successfully and that economic and monetary stability and confidence in agriculture sector investments is maintained	X	
2.		
3.		
Summary Development Objectives Assumptions Classification (check one)		
Expected Achievement of Development Objective Classification (DO):		
<input type="checkbox"/> Highly Probable (HP) <input checked="" type="checkbox"/> Probable (P) <input type="checkbox"/> Low Probability (LP) <input type="checkbox"/> Improbable (I)		
Briefly explain major factors taken into account to justify the DO Classification:		
Consortium has completed Terms of Reference. The study has identified the information gap and regulatory gap obstacles to private sector investment in irrigation agriculture. Since the information gap and public policy gap are major impediments to be addressed, there is reasonable probability the project will achieve its objectives and that it will make an important contribution in bridging the gaps which presently prevents or limits private sector investments in irrigation agriculture. There are no readily quantifiable indicators of output, other than the studies and public awareness this project will generate. Thus, one can only affirm that the project is or will be contributing to the larger long-term objective of promoting private investment in irrigation agriculture.		

Annex 2

IV. OVERVIEW OF PROJECT PERFORMANCE ISSUES

Check key reasons for Unsatisfactory/Very Unsatisfactory IP Classification or Low Probability/Improbable DO Classification

- | | | |
|---|---|--|
| <input type="checkbox"/> Legislative approvals | <input type="checkbox"/> Consultant performance | <input type="checkbox"/> Environmental issues |
| <input type="checkbox"/> Borrower / executing agency commitment | <input checked="" type="checkbox"/> Inter-agency coordination | <input type="checkbox"/> Cost overrun |
| <input type="checkbox"/> Counterpart funding shortfall | <input type="checkbox"/> Supplier/contractor performance | <input type="checkbox"/> Qualified external audit |
| <input type="checkbox"/> Executing agency institutional capacity | <input type="checkbox"/> Project/component design | <input type="checkbox"/> Policy changes |
| <input type="checkbox"/> Organizational changes in executing agency | <input type="checkbox"/> Contract condition compliance delays | <input type="checkbox"/> Organizational changes |
| <input type="checkbox"/> Community/political opposition | <input type="checkbox"/> Bank efficiency (response delays) | <input type="checkbox"/> Executing agency personnel changes |
| <input type="checkbox"/> Executing agency staff deficiency | <input type="checkbox"/> Procurement difficulties | <input checked="" type="checkbox"/> Other (see Issues, Section VI) |

V. PROJECT STATUS

Progress to date in implementing each component (Include reference to IP assumptions, if applicable)

1. Components One and Two have been completed. Draft Report was presented to the Bank. On July 25, of 2000. Study findings were discussed by the Steering Committee of the Government Ministry responsible for the development and promotion of the New Irrigation Model. Bank held a Seminar in last Semester of 2000 at which the Consortium and BNB presented the findings of the studies. The only component still to be executed is the expected support for the implementation of the pilot project. This component is delayed. Since an extension of the execution and disbursement period will be necessary, was classified as "U". This component is delayed because it depended on the completion and approval of all the studies while the studies were delayed in part because, in designing the project, insufficient allowance was made for the six to twelve months required for the hiring of a consulting firm by means of international pre-qualification and subsequent tendering, selection and contracting. Additionally, BNB encountered difficulty of coordination with CODEVASF with regard to the use of Projeto Salitre as pilot project. BNB is exploring alternative pilot project possibilities and will present the information to the Bank.

2.
3.
etc.

Current Status of each Assumption related to DO

1. All the basic assumptions remain valid
2.
etc.

Timeliness of Compliance with contractual conditions (If applicable)

No issues

"Qualified opinions" of external auditors

NA



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Reformulation (If applicable): Date of last reformulation _____. Briefly describe:

NA

Lessons learned (If applicable):

Potential Problems (If applicable):

There are no problems at this point.

VI. ISSUES AND ACTIONS

<u>Issue</u>	<u>Action</u>	<u>Responsible Unit</u>	<u>Date Action to be taken</u>	<u>Completed</u>
1. Theoretical work in preparation for Pilot Project was carried out, but could not be implemented because of unforeseen difficulties in the use of Projeto Salitre for this purpose. 2. etc.	Beneficiary to present to Bank proposals of alternative projects which can serve to implement pilot project activities.	BNB	July 30,2001	[] []

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