

STATUS OF PROJECTS IN EXECUTION – FY05
SOPE
REGION: EUROPE AND CENTRAL ASIA
COUNTRY: UKRAINE

Operations Policy and Country Services
SEPTEMBER 23, 2005



Report on the Status of Projects in Execution - FY05
Region: Europe and Central Asia
Country: Ukraine

Introduction

The Status of Projects in Execution (SOPE) Report for FY05 provides information on all IBRD/IDA projects that were active on and beyond June 30, 2005. Thus it bridges the gap in information available to the public between the Project Appraisal Document, disclosed after the Bank approves a project, and the Implementation Completion Report, disclosed after the project closes.

The World Bank has issued a SOPE Report every year as an internal communication to the Board of Executive Directors. Now, in accordance with the Bank's revised disclosure policy, the SOPE Report is also available to the public. By publishing this improved report, we have addressed one of the main concerns we heard from the public during disclosure consultations – that the public has very little access to information on projects while they are being implemented. Readers familiar with past reports will note that projects that closed during the fiscal year are no longer included in the SOPE, since their Implementation Completion Reports are now also disclosed.

The FY05 SOPE introduces a new element: in order to disclose project-by-project comparisons of disbursement estimates and actual disbursements, the SOPE report contains a line chart¹ showing the original estimated disbursement schedule, the latest approved revised schedule (if any) and actual disbursements for investment operations and a table showing the loan/credit/grant amount and disbursements to date.

¹ Notes:

- Amounts for Projects in currencies other than U.S. dollars may not match exactly due to exchange rate fluctuations over the life of the project.
- Disbursement graphs are not included for Development Policy Loans, which provide quick-disbursing external financing to support policy and institutional reforms. For these loans, funds are disbursed in one or more stages (tranches), released when the borrower complies with agreed conditions.
- Projects which are not yet effective may not have a planned disbursement schedule and thus may not include a graph.

Country: Ukraine

Project Name (ID): Rural Land Titling and Cadastre Development (P035777)

Country: Ukraine

Board Approval Date: 06/24/2003

Closing Date: 06/30/2012

Loan/Credit/Grant Number: IBRD-47090, IBRD-P3940, JPN-29537

Sector(s): General agriculture, fishing, and forestry (85%), Agricultural extension and research (10%), Central government administration (5%)

Theme(s): Legal institutions for a market economy (P), Personal and property rights (P), State enterprise/bank restructuring and privatization (P), Rural markets (P)

Project Development Objectives:

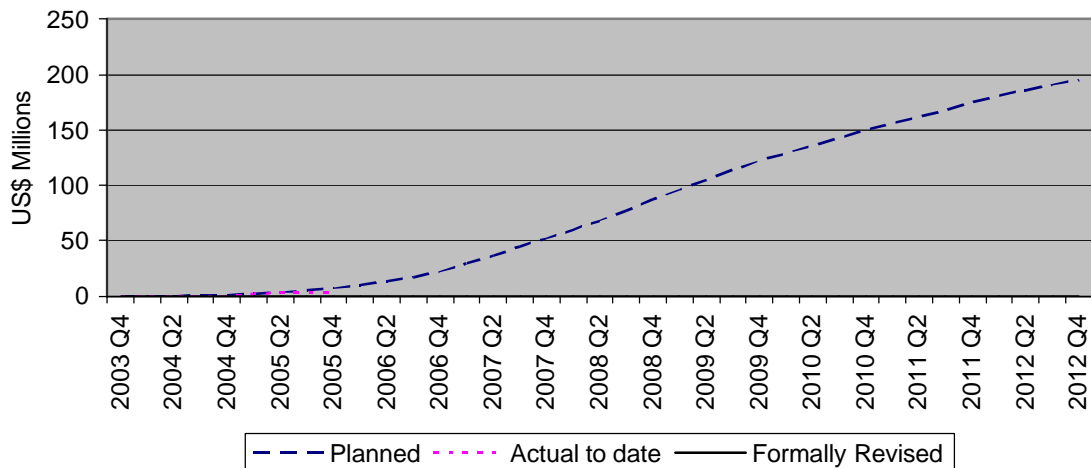
To establish a national cadastre and title registry system, allocate land parcels to individuals in rural areas on an equitable basis, establish their property rights by issuing state deeds for land, and encourage the restructuring of farms into more efficient units, with due consideration for environmental and social safeguards.

Progress toward achieving development objective(s):

Although some progress has been made toward the objective, notably in mapping and title issuance in Odessa, Vinnitsya, and six other oblasts, recent developments in other areas raise some concerns. The authorization for cadastre centers that have been put in place to start registration activities has not yet been issued. Problems remain in the implementation of farm restructuring, legal analysis, and public awareness programs. Once these issues are resolved, implementation will improve significantly, as necessary equipment has been purchased, operating guidelines have been developed, and staff training and software development have been completed.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-47090	Effective	195.13	3.24	191.89	0.00
IBRD-P3940	Closed	1.44	0.00	0.00	1.44
JPN-29537	Closed	0.54	0.48	0.00	0.06



Project Name (ID): Lviv Water and Wastewater (P035786)

Country: Ukraine

Board Approval Date: 06/05/2001

Midterm Review Date: 01/17/2005

Closing Date: 12/31/2006

Loan/Credit/Grant Number: IBRD-46100

Sector(s): Water supply (65%), Sewerage (35%)

Theme(s): Access to urban services and housing (P), Pollution management and environmental health (S)

Project Development Objectives:

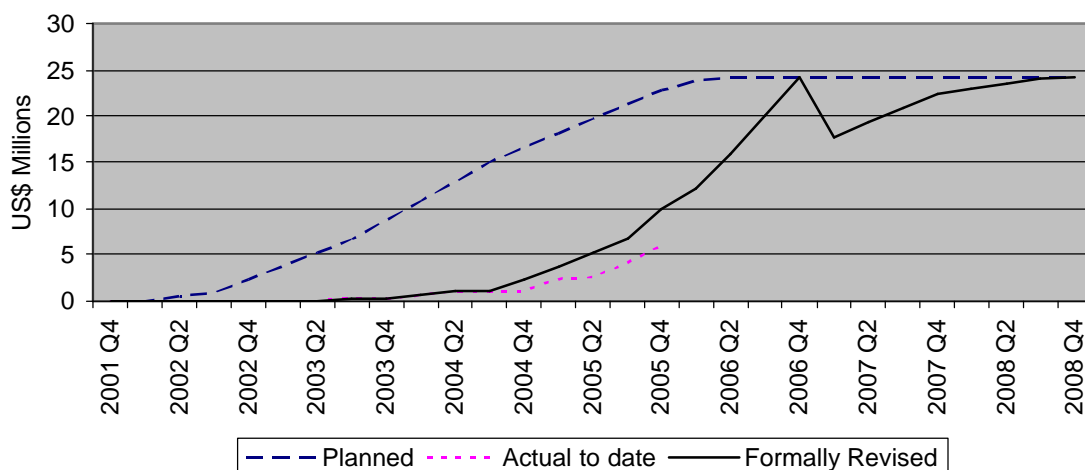
The objectives are to: (a) improve accessibility and quality of the water supply at an affordable level in Lviv, and restore public confidence in the sector; (b) improve the efficiency of Lviv Vodokanal (LVK)'s technical, commercial and financial operations; and (c) to enhance LVK's financial capacity.

Progress toward achieving development objective(s):

The project is making progress towards meeting its development objectives. Water supply is now being provided 24-hours to about 27% of the population (compared to 10% at appraisal), and about 75% of the population receives not less than a 10-hour supply.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-46100	Effective	24.25	6.24	18.01	0.00



Project Name (ID): Kiev District Heat (P044832)

Country: Ukraine

Board Approval Date: 05/21/1998

Midterm Review Date: 07/24/2002

Closing Date: 12/31/2006

Loan/Credit/Grant Number: IBRD-43240

Sector(s): District heating and energy efficiency services (100%)

Theme(s): Other urban development (P), State enterprise/bank restructuring and privatization (P), Climate change (S)

Project Development Objectives:

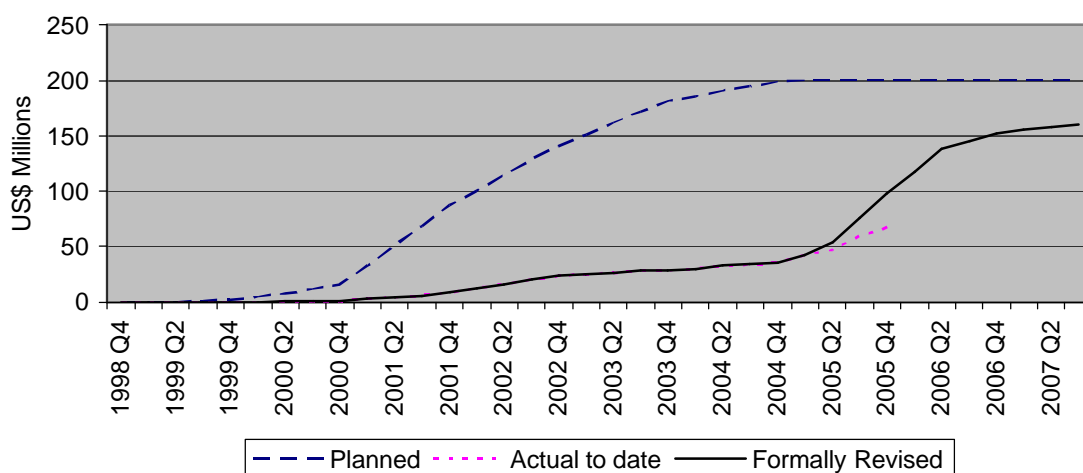
The objectives are to: (a) replace and increase heat production capacity; (b) extend the life of, increase the efficiency of, and enhance conservation of the Kyiv district heating system; and (c) promote sound cost recovery policies and practices and the commercialization and institutional strengthening of project district heating companies.

Progress toward achieving development objective(s):

Steady progress is being made toward development objectives, although implementation has been slower than planned. So far, 540 gigacalories per hour of new heat production have been added to the Kyiv district heating system. In addition, 168 kilometers of preinsulated pipes have been procured and 70 kilometers have been installed, with the remainder to be installed prior to the 2005/2006 heating season.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-43240	Effective	200.00	67.09	92.91	40.00



Project Name (ID): Azov Black Sea Corridor Biodiversity Conservation (P048790)

Country: Ukraine

Board Approval Date: 01/22/2002

Closing Date: 12/31/2006

Loan/Credit/Grant Number: WBTF-28267

Sector(s): General agriculture, fishing, and forestry (65%), Other social services (21%), Agricultural extension and research (14%)

Theme(s): Biodiversity (P), Water resources management (P), Environmental policies and institutions (S), Other rural development (S), Participation and civic engagement (S)

Project Development Objectives:

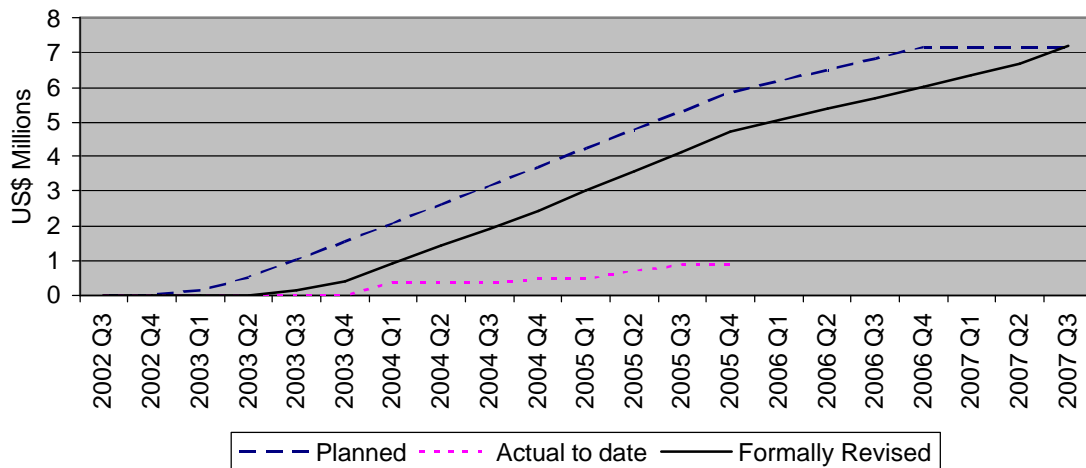
The project objective is to conserve coastal biodiversity within the Azov Black Sea coastal corridor by strengthening the protected area network, mainstreaming biodiversity conservation into the agricultural landscapes which connect them, and by building support at the national and international levels for sustainable development of the region's unique biological landscape.

Progress toward achieving development objective(s):

The project will not achieve its development objective due to implementation delays and non-compliance with financial covenants and the covenant related to the execution of the project. The recipient's right to make withdrawals from the GEF Trust Fund Grant Account for the Azov-Black Sea Corridor Biodiversity Conservation Project was suspended. The undisbursed balance is now being cancelled.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
WBTF-28267	Effective	8.17	0.87	7.31	0.00



Project Name (ID): Private Sector Development (P054966)

Country: Ukraine

Board Approval Date: 03/28/2002

Closing Date: 06/30/2007

Loan/Credit/Grant Number: IBRD-71110, IBRD-P3780, JPN-25596

Sector(s): Central government administration (40%), Sub-national government administration (40%), General industry and trade (20%)

Theme(s): State enterprise/bank restructuring and privatization (P), Small and medium enterprise support (P), Legal institutions for a market economy (S), Administrative and civil service reform (S)

Project Development Objectives:

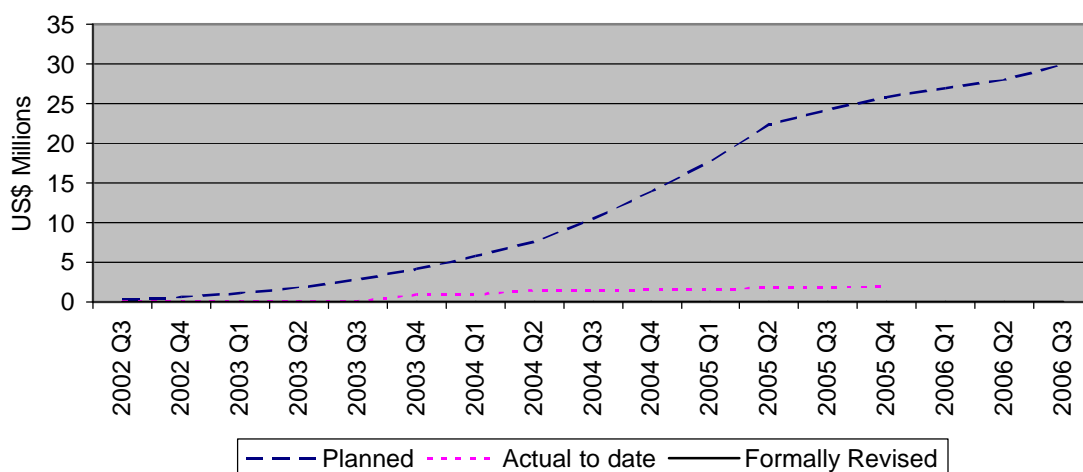
The objective is to increase the competitiveness of the Ukraine enterprise sector.

Progress toward achieving development objective(s):

The project is unlikely to meet its development objective. Significant delays and deficiencies in project implementation triggered a suspension of disbursements of loan proceeds on June 21, 2005. Eventual cancellation of the loan is being considered.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-71110	Effective	30.00	1.81	28.19	0.00
IBRD-P3780	Closed	0.60	0.00	0.00	0.60
JPN-25596	Closed	0.51	0.51	0.00	0.00



Project Name (ID): First State Tax Service Modernization (P057815)

Country: Ukraine

Board Approval Date: 06/05/2003

Closing Date: 06/30/2008

Loan/Credit/Grant Number: IBRD-46980, IBRD-P3850, JPN-25817, JPN-26696

Sector(s): Central government administration (100%)

Theme(s): Tax policy and administration (P), Administrative and civil service reform (S)

Project Development Objectives:

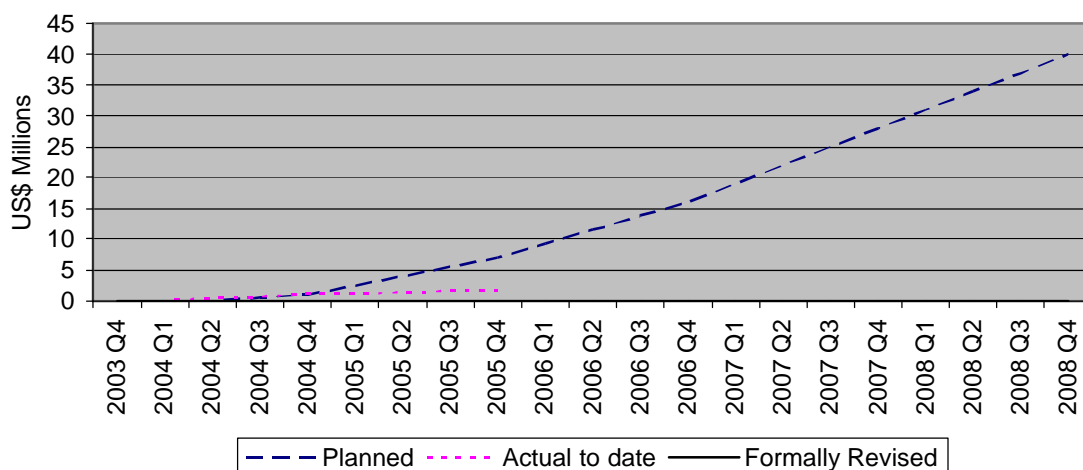
The objective is to establish a sustainable state revenue system including: (i) modern business processes; (ii) appropriate organizational structure; (iii) improvements in key functions such as tax payer registration, tax accounting and declaration processing; (iv) strengthened capacities in priority areas such as management, legislative and statistical analysis, collection and large tax payer services; and (v) enhanced public accountability mechanisms.

Progress toward achieving development objective(s):

Progress in implementing project activities has slowed considerably owing to political changes in the country and a change of management at the State Tax Administration. The new administration is currently reviewing the project objectives and activities.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-46980	Effective	40.00	1.57	38.43	0.00
IBRD-P3850	Closed	2.00	0.00	0.00	2.00
JPN-25817	Closed	0.25	0.25	0.00	0.00
JPN-26696	Closed	0.13	0.13	0.00	0.00



Project Name (ID): Tuberculosis and HIV/AIDS Control (P069857)

Country: Ukraine

Board Approval Date: 12/19/2002

Closing Date: 06/30/2007

Loan/Credit/Grant Number: IBRD-46820, JPN-26294

Sector(s): Health (75%), Law and justice (15%), Other social services (5%), Central government administration (5%)

Theme(s): Other communicable diseases (P), HIV/AIDS (S), Health system performance (S)

Project Development Objectives:

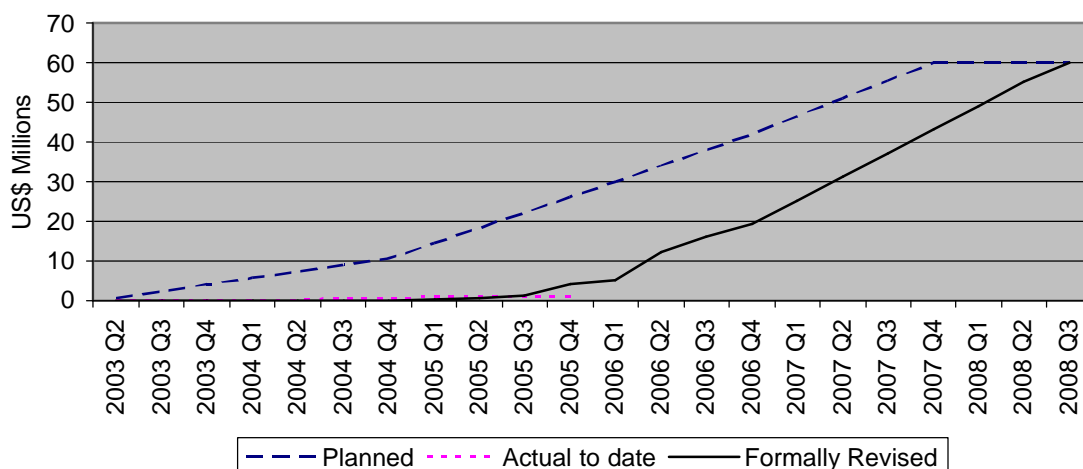
The objective is to reduce tuberculosis (TB) and HIV/AIDS related morbidity and mortality through an effective National Strategy for TB Adapted to World Standard, and an HIV/AIDS Program largely focused on prevention of transmission of the disease among high-risk groups.

Progress toward achieving development objective(s):

Recent progress has been made after a two year delay in the start of implementation. Major project activities have been agreed and are underway on the monitoring and evaluation framework. Changes to speed up the project implementation have been proposed and are being discussed. With continued progress in these areas, it is expected that project objectives will be achieved.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-46820	Effective	60.00	0.94	59.06	0.00
JPN-26294	Closed	0.42	0.29	0.00	0.12



Project Name (ID): Social Investment Fund (P069858)

Country: Ukraine

Board Approval Date: 12/04/2001

Midterm Review Date: 05/10/2005

Closing Date: 06/30/2008

Loan/Credit/Grant Number: IBRD-46420, JPN-26452, UK-28380

Sector(s): Other social services (20%), Roads and highways (20%), Health (20%), General water, sanitation and flood protection (20%), General education (20%)

Theme(s): Participation and civic engagement (P), Other social protection and risk management (P), Other human development (S), Social analysis and monitoring (S)

Project Development Objectives:

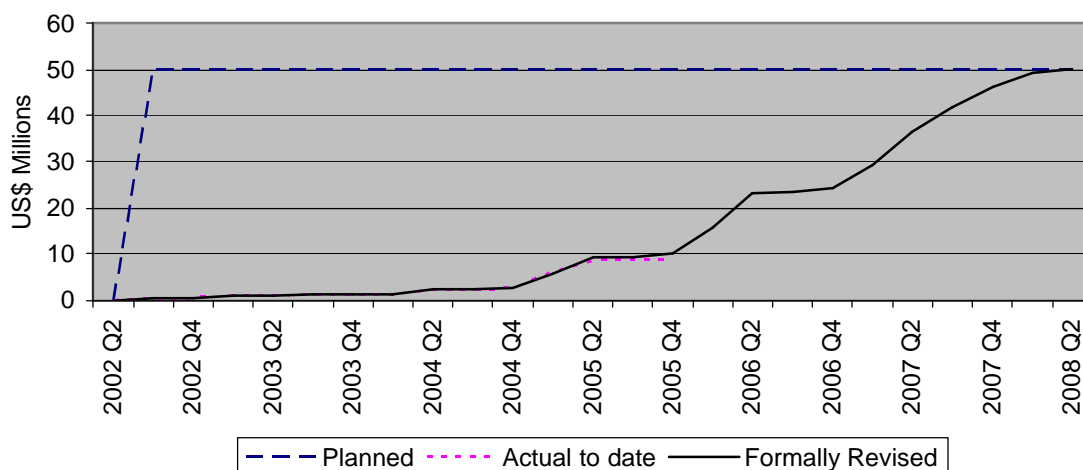
The project development objectives are: (i) improved living conditions of poor communities and vulnerable groups in target areas; (ii) empowered communities and vulnerable groups in targeted areas to address local social needs; and (iii) assistance to reform of social protection by creating models of targeting and service provision.

Progress toward achieving development objective(s):

The project is on track to achieve development objectives despite recent delays. The quality of microprojects which have been funded has been good and beneficiaries in targeted communities have been satisfied with the work of the Ukraine Social Investment Fund (which has been overseeing implementation). Capacity building in communities served by the project has been successful, based on the submission rate and quality of new microprojects proposed by poor and vulnerable groups for funding. As a result, an additional \$25 million US will be committed to microprojects which have already been approved or are under implementation.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-46420	Effective	50.21	8.79	41.42	0.00
JPN-26452	Closed	0.27	0.25	0.00	0.01
UK-28380	Closed	0.99	0.89	0.00	0.10



Project Name (ID): E-Development (P074885)

Country: Ukraine

Board Approval Date: 05/06/2003

Closing Date: 12/31/2006

Loan/Credit/Grant Number: IBRD-46920

Sector(s): General industry and trade (50%), General public administration (30%), General information and communications (20%)

Theme(s): Administrative and civil service reform (P), Regulation and competition policy (P), Public expenditure, financial management, and procurement (P), Participation and civic engagement (S), Other accountability/anti-corruption (S)

Project Development Objectives:

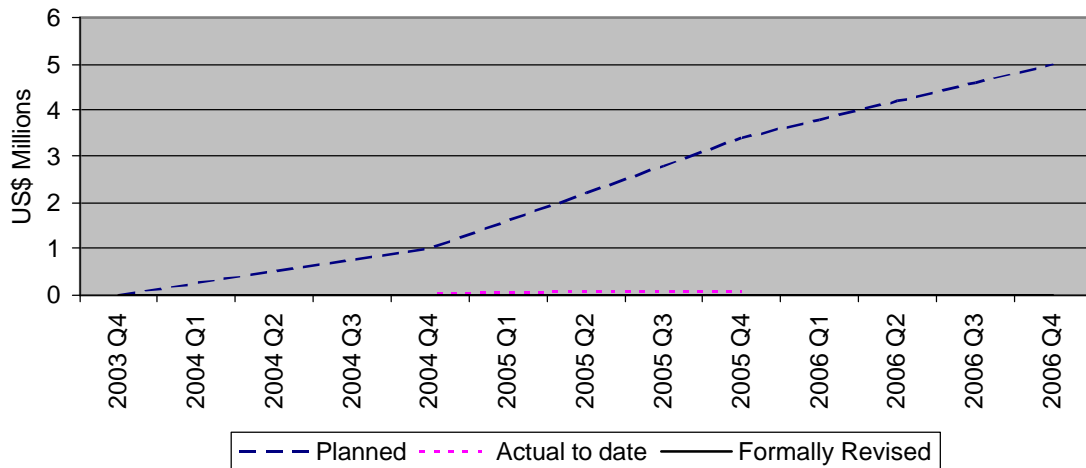
The objective is more efficient decision-making in the government through the introduction of ICT technologies which also foster private sector development and strengthen civil society.

Progress toward achieving development objective(s):

There has been little progress made toward the development objective due to significant delays in project effectiveness. The project became effective only in July 2004, and is still in the procurement phase.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-46920	Effective	5.00	0.07	4.93	0.00



Project Name (ID): Development of the State Statistics System for Monitoring the Social and Economic Transformation (P076338)

Country: Ukraine

Board Approval Date: 03/25/2004

Closing Date: 12/31/2009

Loan/Credit/Grant Number: IBRD-47290, JPN-51135

Sector(s): Central government administration (100%)

Theme(s): Economic statistics, modeling, and forecasting (P), Poverty strategy, analysis, and monitoring (S), Other economic management (S)

Project Development Objectives:

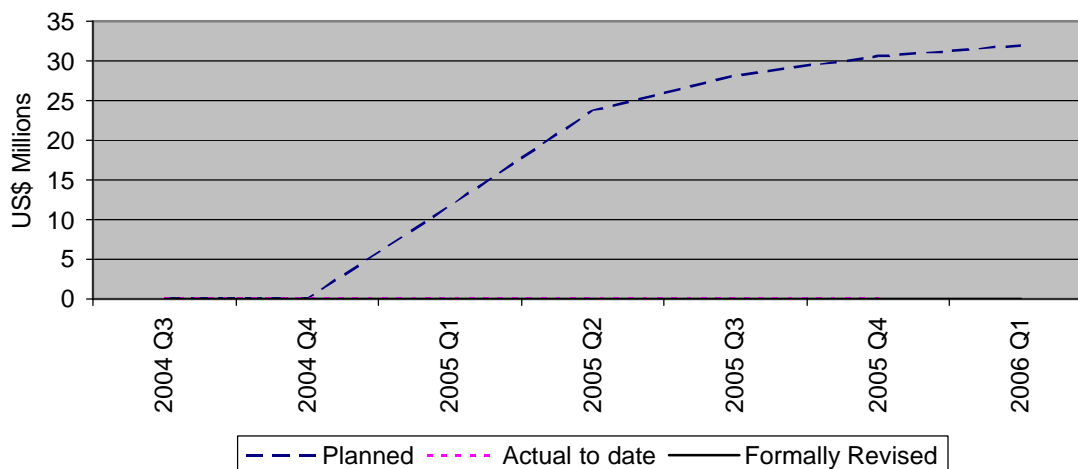
The objective is to build a sustainable state statistical system which efficiently provides timely and accurate data for policy evaluation and decision making.

Progress toward achieving development objective(s):

The project had just become effective before the close of the reporting period, in part due to delays associated with political changes in the country. In addition, progress has been slower than expected in gearing up for project implementation.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-47290	Effective	32.00	0.00	32.00	0.00
JPN-51135	Closed	0.17	0.17	0.00	0.00



Project Name (ID): Equal Access to Quality Education (P077738)

Country: Ukraine

Board Approval Date: 05/24/2005

Closing Date: 12/31/2009

Loan/Credit/Grant Number: IBRD-47800, JPN-51136

Sector(s): Secondary education (50%), Central government administration (35%), Sub-national government administration (15%)

Theme(s): Education for all (P), Education for the knowledge economy (P), Administrative and civil service reform (S), Rural services and infrastructure (S)

Project Development Objectives:

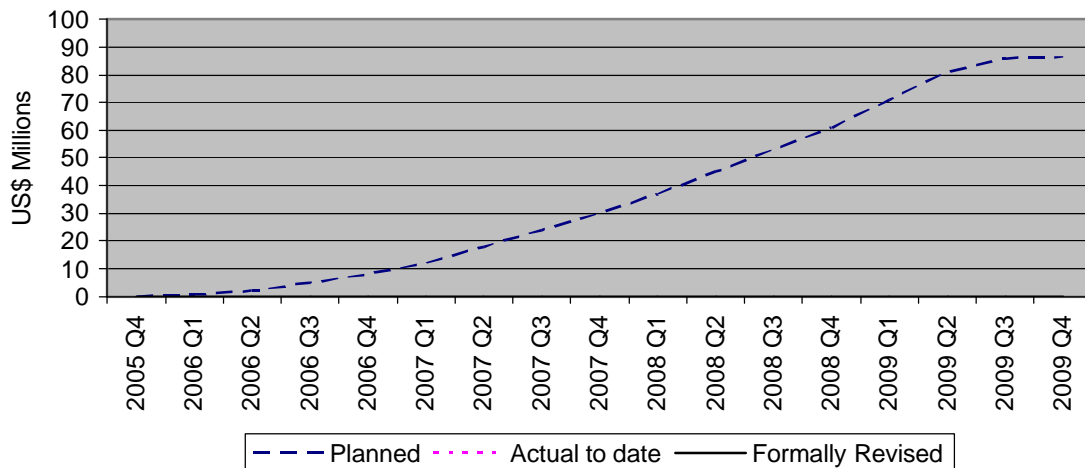
The objective is to provide equal access to quality education and to improve the efficiency of the education system to prepare Ukraine's graduates for the knowledge society.

Progress toward achieving development objective(s):

The project was not effective before the close of the reporting period.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-47800	Not Effective	86.59	0.00	86.59	0.00
JPN-51136	Effective	0.77	0.64	0.13	0.00



Project Name (ID): Hydropower Rehabilitation (P083702)

Country: Ukraine

Board Approval Date: 06/21/2005

Closing Date: 06/30/2012

Loan/Credit/Grant Number: IBRD-47950, JPN-53330

Sector(s): Renewable energy (81%), Central government administration (19%)

Theme(s): Climate change (P), Water resources management (P), Debt management and fiscal sustainability (S), Other public sector governance (S), Regional integration (S)

Project Development Objectives:

The overall program objective is to improve the security, reliability and quality of energy supply, and, therefore, facilitate unimpeded operation of the energy market, both domestically and internationally. The first phase aims to improve financial and operational stability of the energy sector.

Progress toward achieving development objective(s):

The project was not effective before the close of the reporting period.

Lending Information/Disbursement Summary (USD millions, as of June 30 2005)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-47950	Not Effective	106.00	0.00	106.00	0.00
JPN-53330	Effective	0.67	0.00	0.67	0.00