

**STATUS OF PROJECTS IN EXECUTION – FY05**  
**SOPE**  
**REGION: LATIN AMERICA AND THE CARIBBEAN**  
**COUNTRY: EL SALVADOR**

Operations Policy and Country Services  
SEPTEMBER 23, 2005



**Report on the Status of Projects in Execution - FY05**  
**Region: Latin America and the Caribbean**  
**Country: El Salvador**

**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 chart<sup>1</sup> 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.

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<sup>1</sup> 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: El Salvador

**Project Name (ID):** Public Sector Modernization (P007164)

**Country:** El Salvador

**Board Approval Date:** 09/03/1996

**Midterm Review Date:** 09/10/1999

**Closing Date:** 08/31/2006

**Loan/Credit/Grant Number:** IBRD-40820, IBRD-P2790

**Sector(s):** Central government administration (98%), Law and justice (2%)

**Theme(s):** Administrative and civil service reform (P), State enterprise/bank restructuring and privatization (P), Tax policy and administration (S), Other accountability/anti-corruption (S), Legal institutions for a market economy (S)

### Project Development Objectives:

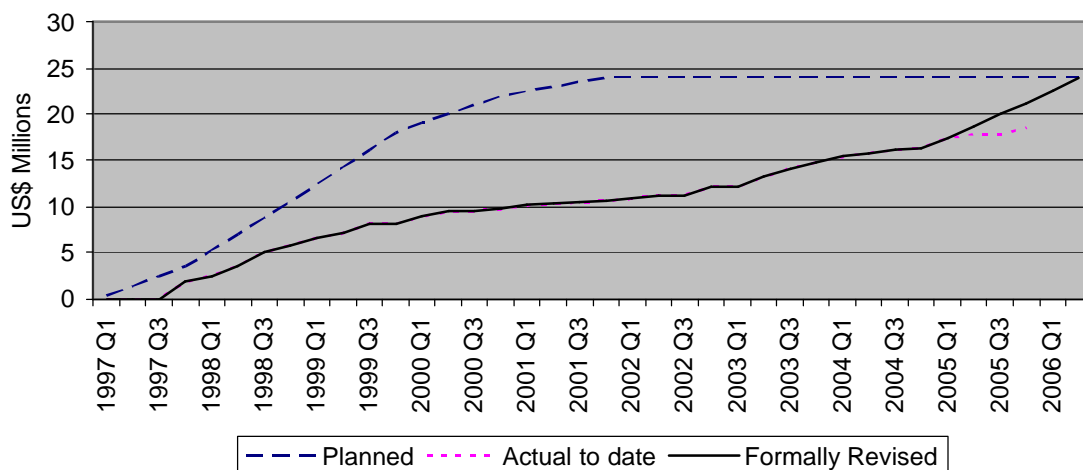
The objective is to strengthen the capacity of the Government to implement its Public Sector Modernization Program.

### Progress toward achieving development objective(s):

During fiscal year 2005, the project broadened its scope and increased its support to key elements of the Government's reform agenda, such as e-government, consumer protection, and decentralization. Work has continued on infrastructure concessions, including support to the concession of the ports. The new civil service legislation has stalled and therefore, lowered the expectations of the human resource management area. The launch of a local development commission has helped strengthen the scope of the decentralization component.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-40820	Effective	24.00	18.53	5.47	0.00
IBRD-P2790	Closed	1.90	0.00	0.00	1.90



**Project Name (ID):** Secondary Education (P041680)

**Country:** El Salvador

**Board Approval Date:** 08/28/1997

**Midterm Review Date:** 10/28/2002

**Closing Date:** 12/31/2005

**Loan/Credit/Grant Number:** IBRD-42240

**Sector(s):** Secondary education (70%), Central government administration (12%), Tertiary education (6%), Sub-national government administration (6%), Other social services (6%)

**Theme(s):** Education for all (P), Rural services and infrastructure (P), Improving labor markets (P), Access to urban services and housing (P), Administrative and civil service reform (S)

### Project Development Objectives:

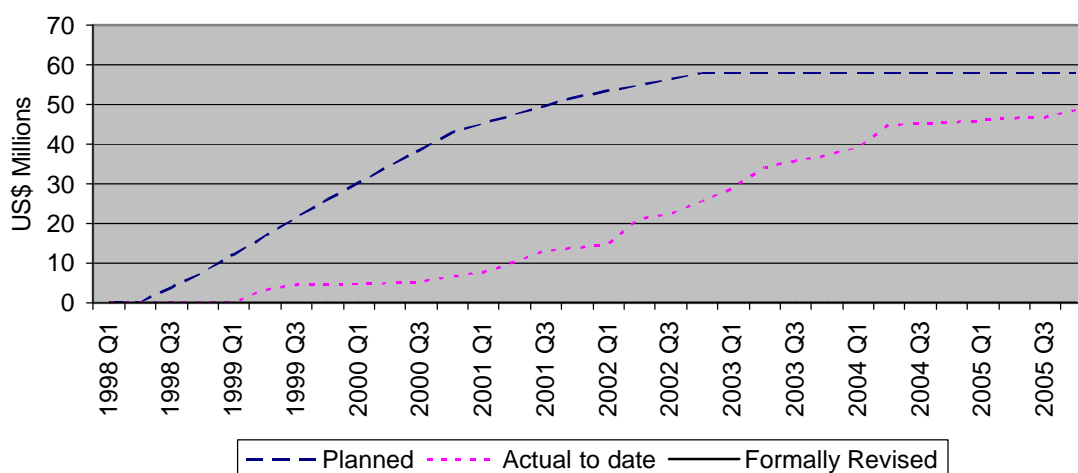
The objective is to expand coverage with improved quality and efficiency of public and private secondary schools.

### Progress toward achieving development objective(s):

The project's original output target indicators have generally been achieved or surpassed and there is evidence of achievement of the objectives. Examples of targets met include: the Gross Enrollment Rate in secondary education increased from 34.5 percent in 1998 to 45 percent in 2004; the target in terms of coverage of scholarships was exceeded (almost 5,000 scholarships were provided); the target for schools rehabilitated and equipped was met (102 schools rehabilitated); and the target for directors and teachers training was met (8,500 directors and teachers trained). The project's activities have been successfully realigned with the 2004-2009 education sector strategy of the new administration.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-42240	Effective	58.00	48.60	9.40	0.00



**Project Name (ID):** Education Reform (P050612)

**Country:** El Salvador

**Board Approval Date:** 05/07/1998

**Midterm Review Date:** 10/28/2002

**Closing Date:** 06/30/2006

**Loan/Credit/Grant Number:** IBRD-43200

**Sector(s):** General public administration (26%), Pre-primary education (24%), Primary education (24%), Health (13%), Tertiary education (13%)

**Theme(s):** Education for all (P), Poverty strategy, analysis, and monitoring (P), Rural services and infrastructure (P), Access to urban services and housing (P), Nutrition and food security (S)

**Project Development Objectives:**

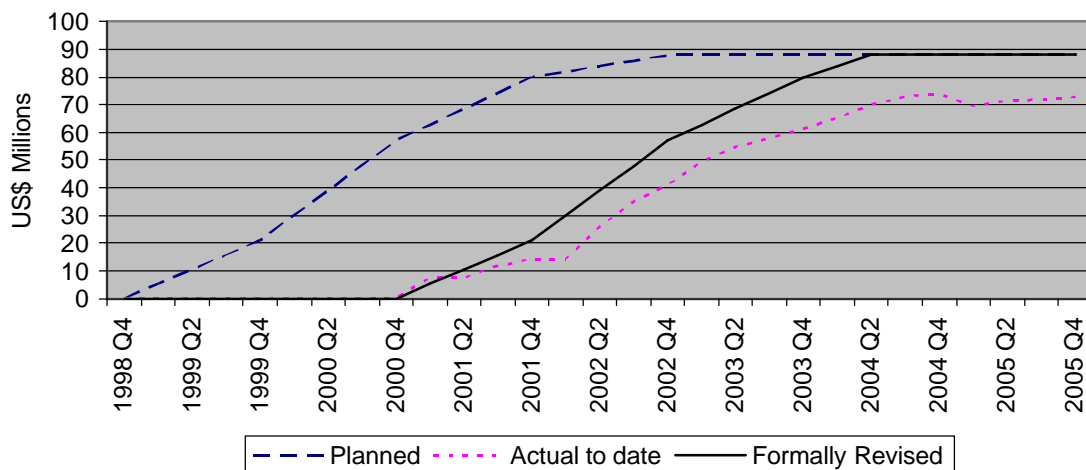
The objective is to promote greater equity, quality, and efficiency in the provision of education.

**Progress toward achieving development objective(s):**

Although the project's outputs have practically all been surpassed, a closing date extension was approved to ensure the full achievement and sustainability of the project's objective and continuous support in primary education within the education sector strategy of the new Administration. The project continues to provide evidence of improving and expanding the coverage, quality, and efficiency of initial, preschool, and basic education, especially in rural and marginal urban areas, for example: illiteracy decreased from 25 percent in 1995 to 14 percent in 2002; the Net Enrollment Rate in primary education increased from 85 percent in 1998 to about 92 percent in 2003; the target in terms of opening of new Community Education Program (EDUCO) schools was exceeded (2,106 new EDUCO sections were opened). Implementation slowed in 2004, but this was largely due to financial management problems, which have been resolved. After a successful re-alignment of the project's activities with the new 2004-2009 education sector plan, implementation increased in 2005.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-43200	Effective	88.00	72.81	15.19	0.00



**Project Name (ID):** El Salvador Environmental Services (P064910)  
**Country:** El Salvador  
**Board Approval Date:** 06/02/2005  
**Closing Date:** 07/15/2012  
**Loan/Credit/Grant Number:** IBRD-73000, JPN-26534  
**Sector(s):** Payment systems, securities clearance, and settlement (60%), Agricultural extension and research (15%), General agriculture, fishing, and forestry (15%), Central government administration (10%)  
**Theme(s):** Biodiversity (P), Land administration and management (P), Environmental policies and institutions (P), Participation and civic engagement (S)

**Project Development Objectives:**

The objective is to establish legal, institutional and financial arrangements to pilot mechanisms of payment for environmental services.

**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)**

<b>Loan/Credit/Grant</b>	<b>Status</b>	<b>Amount</b>	<b>Disbursed</b>	<b>Undisbursed</b>	<b>Cancellation</b>
IBRD-73000	Not Effective	5.00	0.00	5.00	0.00
JPN-26534	Closed	0.25	0.18	0.00	0.07

**Project Name (ID):** Judicial Modernization (P064919)

**Country:** El Salvador

**Board Approval Date:** 08/01/2002

**Closing Date:** 12/31/2008

**Loan/Credit/Grant Number:** IBRD-71350

**Sector(s):** General public administration (40%), Law and justice (20%), Information technology (20%), General information and communications (10%), Vocational training (10%)

**Theme(s):** Other public sector governance (P), Administrative and civil service reform (P), Judicial and other dispute resolution mechanisms (S), Legal institutions for a market economy (S)

**Project Development Objectives:**

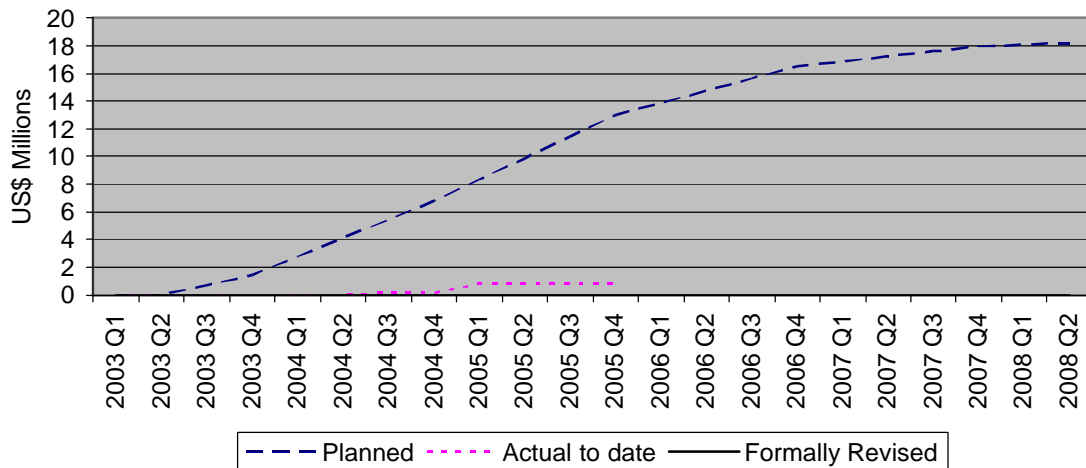
The objective is to improve the judicial system with measures aimed at enhancing the effectiveness, accessibility and credibility of its Judicial Branch.

**Progress toward achieving development objective(s):**

Due to initial start-up difficulties, implementation was slow during most of the fiscal year. However, significant steps have been taken recently to advance project activities. The following activities are currently in process: (a) preparation of a strategic planning and budget programming system; (b) preparation of a plan for reform of the normative framework of the Judicial Branch; and (c) construction and the supervision of the integrated justice center in the municipality of Soyapango. With these activities, disbursements and overall implementation progress are expected to improve.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-71350	Effective	18.20	0.82	17.38	0.00



**Project Name (ID):** Earthquake Emergency Reconstruction and Health Services Extension (P067986)

**Country:** El Salvador

**Board Approval Date:** 12/04/2001

**Closing Date:** 04/30/2007

**Loan/Credit/Grant Number:** IBRD-70840

**Sector(s):** Health (95%), Central government administration (5%)

**Theme(s):** Natural disaster management (P), Health system performance (P), Decentralization (P), Nutrition and food security (S), Population and reproductive health (S)

### Project Development Objectives:

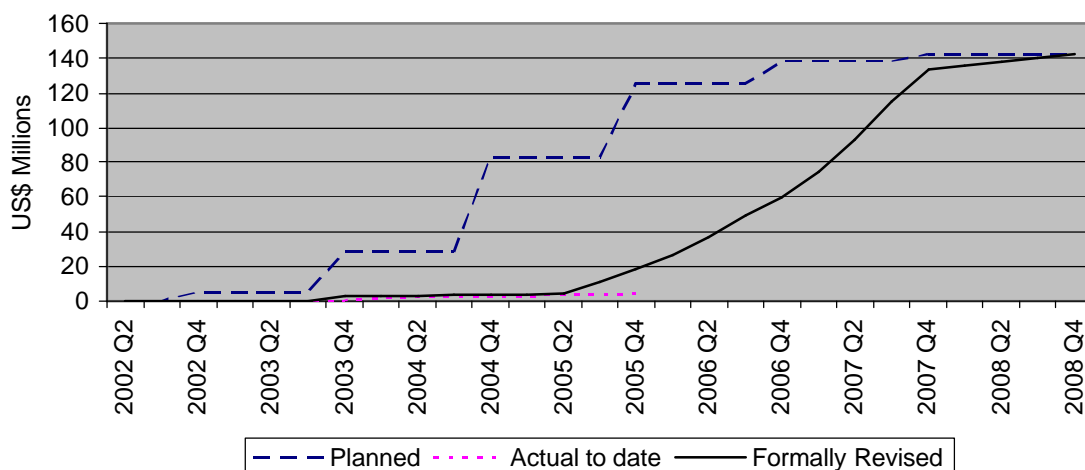
The objective is to restore hospital operations and minimize losses in health status to vulnerable populations living in the earthquake-damaged Central and Para-Central Regions and to improve the health status of underserved populations.

### Progress toward achieving development objective(s):

The project continues to take longer than expected to take off. However, by June 2005, significant progress was achieved. The pre-investment studies for the rehabilitation of three hospitals (Cojutepeque, San Rafael and Usulután) were almost finalized and bidding should begin in early fiscal year 2006. Since April 2005, 200,000 people have already been included in one of the extension of services modalities in the Northern and Paracentral Regions. The execution of the institutional modernization is lagging due to lack of procurement capacity, though the HIV/AIDS and the Dengue control projects are relatively more advanced than the other projects under this component.

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

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-70840	Effective	142.60	3.90	138.70	0.00



**Project Name (ID):** Second Land Administration (P086953)

**Country:** El Salvador

**Board Approval Date:** 03/15/2005

**Closing Date:** 07/01/2011

**Loan/Credit/Grant Number:** IBRD-72780, JPN-53136

**Sector(s):** General agriculture, fishing, and forestry (80%), Central government administration (10%), Sub-national government administration (5%), Law and justice (5%)

**Theme(s):** Land administration and management (P), Personal and property rights (P), Rural markets (P), Municipal governance and institution building (S), Legal institutions for a market economy (S)

**Project Development Objectives:**

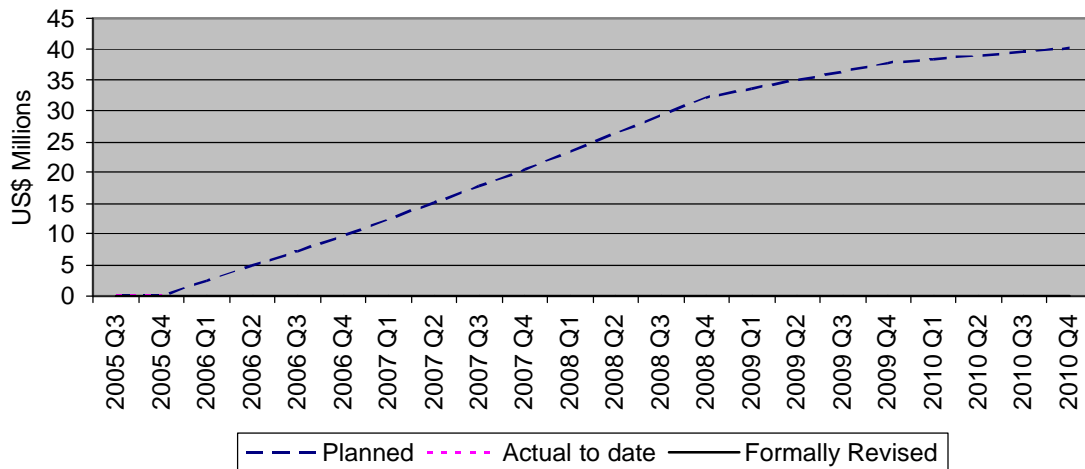
The objective is to improve land tenure security and land transactions.

**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-72780	Not Effective	40.20	0.00	40.20	0.00
JPN-53136	Closed	0.55	0.55	0.00	0.00



**Project Name (ID):** Programmatic Broad-Based Growth Development Support (P093133)

**Country:** El Salvador

**Board Approval Date:** 02/22/2005

**Closing Date:** 12/31/2005

**Loan/Credit/Grant Number:** IBRD-72750

**Sector(s):** Central government administration (50%), General industry and trade (25%), Law and justice (13%), Compulsory pension and unemployment insurance (12%)

**Theme(s):** Regulation and competition policy (P), Public expenditure, financial management, and procurement (P), Tax policy and administration (S), Debt management and fiscal sustainability (S), Regional integration (S)

**Project Development Objectives:**

The objective is to contribute to: (a) reigniting growth with increased trade and investment; (b) reinforcing macroeconomic stability and strengthening fiscal sustainability; and (c) increasing the efficiency and transparency of public sector management.

**Progress toward achieving development objective(s):**

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

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

<b>Loan/Credit/Grant</b>	<b>Status</b>	<b>Amount</b>	<b>Disbursed</b>	<b>Undisbursed</b>	<b>Cancellation</b>
IBRD-72750	Effective	100.00	0.00	100.00	0.00