

STATUS OF PROJECTS IN EXECUTION – FY07
SOPE
BRAZIL

Operations Policy and Country Services
OCTOBER 10, 2007



Introduction

The Status of Projects in Execution (SOPE) Report for FY07 provides information on all IBRD/IDA projects that were active as of June 30, 2007. The World Bank has issued a SOPE Report every year as an internal communication to the Board of Executive Directors. In accordance with the Bank's revised disclosure policy, since FY02, the SOPE Report is available to the public.

The report is intended to bridge the gap in information available to the public between the Project Appraisal Document or Program Document, disclosed after the Bank approves a project, and the Implementation Completion Report, disclosed after the project closes.

In addition to the project progress description, the FY07 SOPE report¹ contains project level comparisons of disbursement estimates and actual disbursements, and a table showing the loan/credit/grant amount and disbursements to date.

¹ Notes:

- Amounts and Graphs for loans/credits/grants 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 Operations, which provide quick-disbursing financing to support policy and institutional reforms. For these operations, funds are disbursed in one or more stages (tranches), released when the borrower complies with agreed prior actions.
- Projects which are not yet effective may not have a planned disbursement schedule and thus will not include a graph.



Country: Brazil

Project Name (ID): Ceara Water Management SIM (P006449)

Country: Brazil

Board Approval Date : 01/06/2000

Midterm Review Date : 10/24/2003

Closing Date : 05/31/2008

Loan/Credit/Grant Number : JPN-29192, IBRD-45310

Sector(s): Water supply(86%), Sub-national government administration(14%)

Theme(s): Land administration and management(P), Water resource management(P), Rural services and infrastructure(P)

Project Development Objectives:

The objectives are to increase a sustainable water supply for multiple uses and improve efficiency of the State of Ceara's integrated water resources management system.

Progress toward achieving development objective(s):

Implementation has been slower than expected during the last 12 months. With regard to the main infrastructure component, the construction of the Conveyance System between the Jaguaribe Basin and the Metropolitan Region of Fortaleza, the first part was concluded in December 2004 and the construction of parts 2 and 3 are underway. The Conveyance System will be a vital bulk water source which should meet the demands of the Metropolitan Region of Fortaleza until the year 2030. With regard to the construction of reservoirs to increase water supply reliability to towns and rural areas, out of the six planned reservoirs, the last one pending conclusion is at the bidding stage. The six dams represent an investment of about \$22.7 million, with a total of 80,530 beneficiaries and regulated flow of 2.7 cubic meters per second. With regard to the institutional strengthening of the State water resource management system, significant contracts are underway, in particular the operational and maintenance plan for bulk water system. The Micro Watershed Management Pilot sub-component has also been showing slow progress.

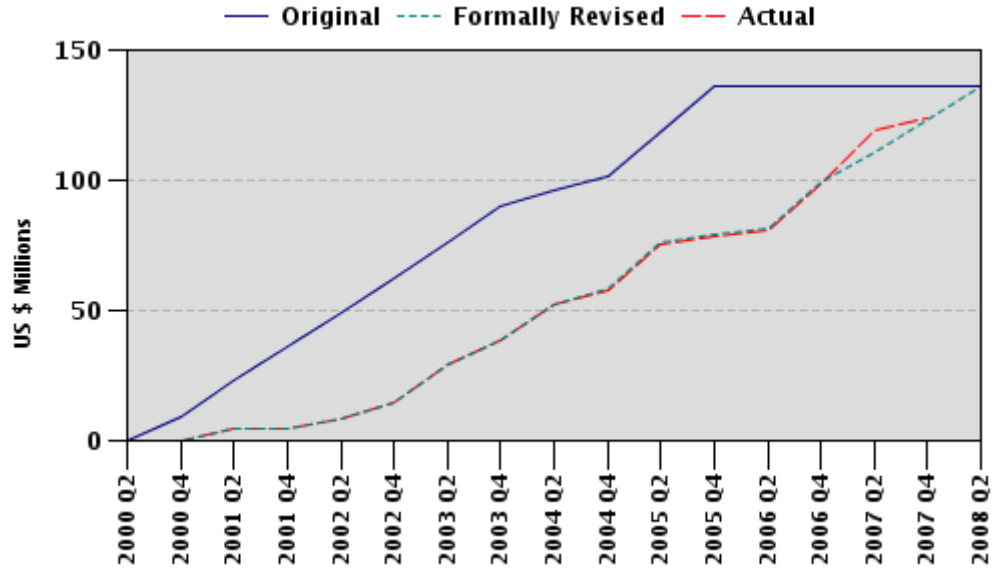
Although progress has been a bit slower during this period, this has had relatively little impact on disbursements, and several outputs have already been accomplished. Completion of important activities may be delayed considering the short period of time remaining before the current closing date of May 31, 2008.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
JPN-29192	Closed	0.13	0.13	0.00	0.00
IBRD-45310	Effective	136.00	124.12	11.88	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Land Management III – Sao Paulo (P006474)

Country: Brazil

Board Approval Date : 10/28/1997

Midterm Review Date : 08/23/2004

Closing Date : 11/30/2007

Loan/Credit/Grant Number : IBRD-42380

Sector(s): Agricultural extension and research(42%), General public administration sector(27%), Roads and highways(26%), Other social services(5%)

Theme(s): Land administration and management(P), Other rural development(P), Participation and civic engagement(S), Pollution management and environmental health(S), Water resource management(S)

Project Development Objectives:

The objectives are to reverse soil degradation and promote conservation of natural resources in order to sustain agricultural production, productivity and increase farm incomes of small producers.

Progress toward achieving development objective(s):

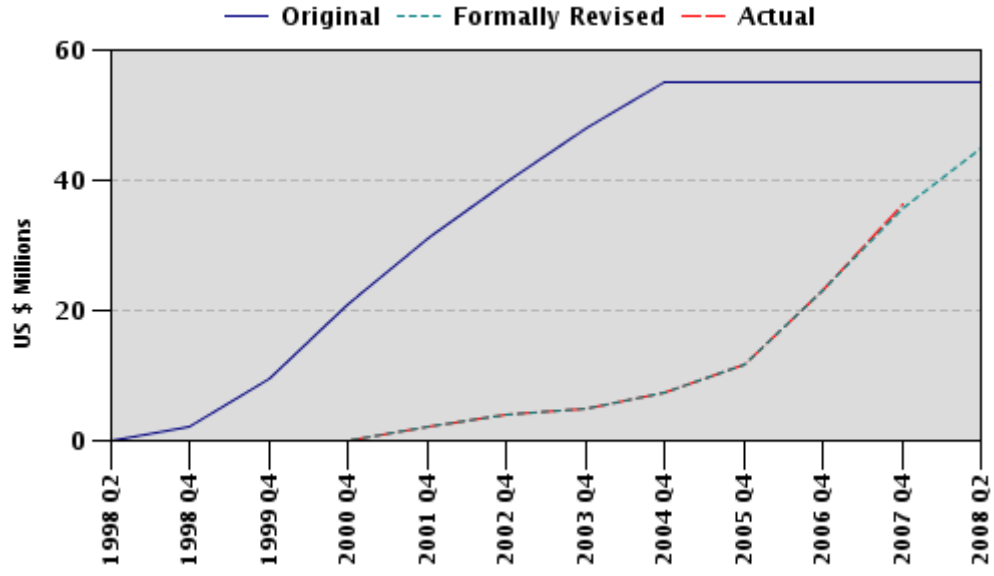
During the past year the project continued to advance towards achieving its objectives, especially with regard to: farmer's access to financial incentives for adoption of conservation practices that restore degraded soils and increase farm production; and the rehabilitation of rural roads, with the goal of controlling soil erosion and improving transport conditions in project microwatersheds. By the end of June 2007, 303 microwatersheds benefited from road rehabilitation works; 266,346 elementary school students participated in a targeted environmental education activity; approximately 26,000 rural properties completed their development plans; and 1,786 community groups acquired technology and/or equipment necessary for the adoption of sustainable land management practices. To ensure the completion of all planned objectives, the closing date was extended to November 30, 2007.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-42380	Effective	55.00	36.18	8.82	10.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Water Sector Modernization II (P043420)

Country: Brazil

Board Approval Date : 03/05/1998

Midterm Review Date : 05/16/2005

Closing Date : 10/31/2007

Loan/Credit/Grant Number : IBRD-42920, JPN-29517

Sector(s): Sewerage(53%), Water supply(36%), Central government administration(8%), Sub-national government administration(3%)

Theme(s): Regulation and competition policy(P), Other financial and private sector development(P), Pollution management and environmental health(P), Other urban development(P), Decentralization(P)

Project Development Objectives:

The objectives are to improve the overall efficiency of the water and sanitation sector; strengthen regulation; and increase private sector participation in sector investment and management.

Progress toward achieving development objective(s):

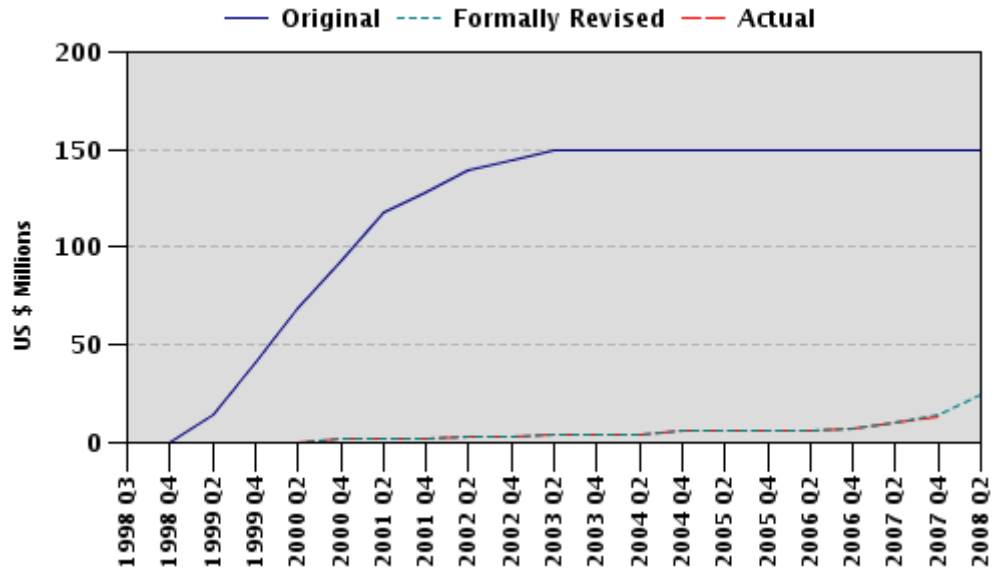
The project progresses well towards its development objectives: originally agreed development objectives targets have been fully met and 13 out of the 20 new targets agreed during the Mid-term Review have been met. Current achievements include: (a) contributions to the debate relating to the approval by Congress in January 2007 of the new Federal Water Law; (b) a National Information System (SNIS) was established in the Water Supply and Sanitation (WSS) sector and Solid Waste sectors, an achievement that has now been copied in several countries world-wide and allows Brazil to be an active contributor to the Bank's International Benchmarking Network for Water and Sanitation Utilities (IBNet); (c) the Federal Consortia Law was approved in 2006 and several municipality groups received implementation support; (d) national reference in water and energy conservation; (e) technical and financial assistance have been provided to utilities for rehabilitation and modernization; (f) a comprehensive and wide collection of WSS studies and publications has been produced and disseminated; and (g) training in regulation, water resources integrated management, water and energy efficiency and conservation, non-revenue water reduction and management and other subjects is now offered on a permanent basis through the establishment of the National Training Network in Environmental Water and Sanitation (ReCESA). Implementation progress is also making sufficient improvement as the project has recovered its original dynamism: procurement activities are very advanced and disbursements are beginning to move more quickly.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-42920	Effective	150.00	13.27	11.73	125.00
JPN-29517	Closed	0.60	0.60	0.00	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Rio de Janeiro Metro Transit Project (P043421)

Country: Brazil

Board Approval Date : 03/05/1998

Closing Date : 12/31/2007

Loan/Credit/Grant Number : IBRD-42910

Sector(s): General transportation sector(98%), Central government administration(2%)

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

Project Development Objectives:

The objective is to improve the quality of urban transport services in the Rio de Janeiro Metropolitan Region.

Progress toward achieving development objective(s):

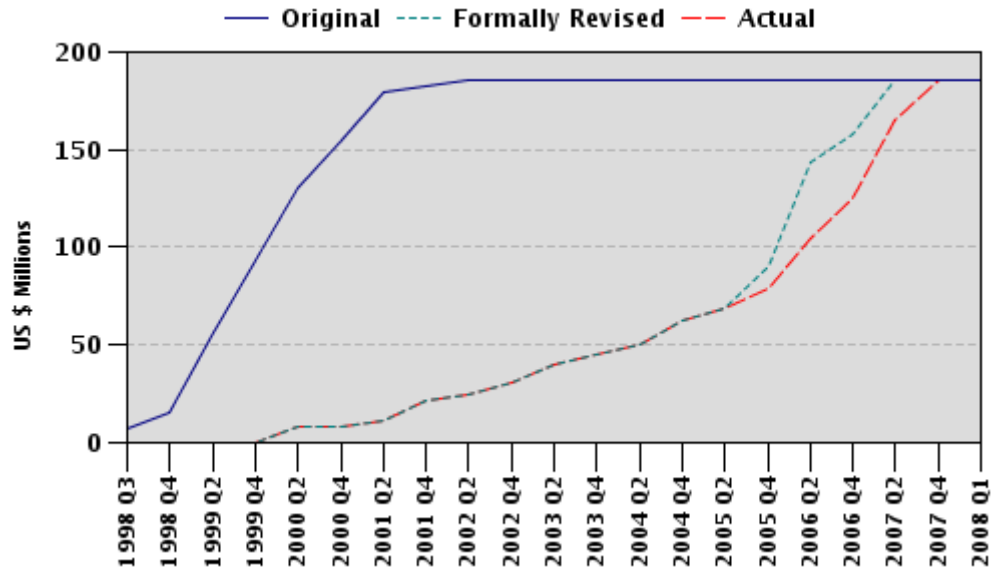
The main progress towards achieving the objective was the integration between bus and rail and rail and metro, the completion of the Rio Transport Master Plan, progress made in the manufacturing of new trains and the delivery of more rehabilitated trains. A total of 52 trains have been rehabilitated and 20 new trains have been delivered but only 17 released because the other three are pending payment by the State. Integration with municipal buses has been increased to 15 bus routes. Progress towards achieving objectives continues and is expected to be substantially met. The new State administration strengthened the AMTU-RJ (transport metropolitan authority) and indicated to the Bank that it wanted an additional loan to compensate for the devaluation of the dollar in relation to the Real. The closing date was extended to December 31, 2007 to allow for the completion of some works and the processing of the additional financing. Also the conversion of the present loan from dollars to reales is being prepared.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-42910	Effective	186.00	185.24	0.76	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Santa Catarina Natural Resources and Poverty (P043869)

Country: Brazil

Board Approval Date : 04/25/2002

Closing Date : 12/31/2008

Loan/Credit/Grant Number : IBRD-46600

Sector(s): General agriculture, fishing and forestry sector(55%), Other social services(15%), Sub-national government administration(15%), General industry and trade sector(10%), General water, sanitation and flood protection sector(5%)

Theme(s): Land administration and management(P), Water resource management(P), Rural policies and institutions(P), Improving labor markets(P), Participation and civic engagement(P)

Project Development Objectives:

The objective is to reduce rural poverty in the State of Santa Catarina, while improving the management of natural resources.

Progress toward achieving development objective(s):

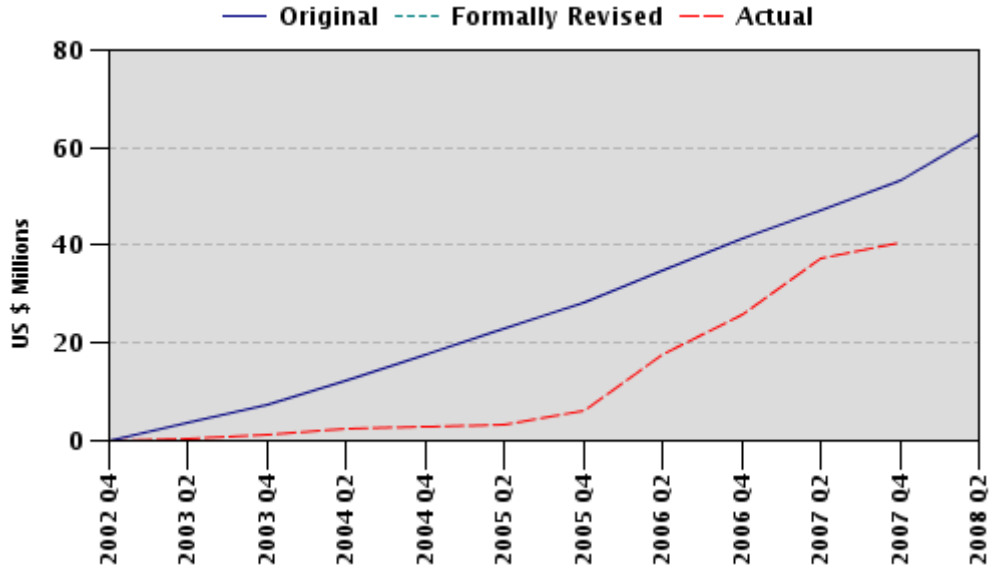
Project implementation continued at an excellent pace and the project is firmly en route to successfully reach its development objectives. Given good operational performance and lower-than-anticipated costs, the main targets for the Rural Investments component were adjusted upward, thus leveraging the potential impact of the project. The Environmental Management and the Institutional Organization and Development components have also made excellent progress, specifically in the: (a) establishment of three ecological corridors; (b) processing of a proposal for the establishment of an Ecological Value-added Tax; (c) completion of environmental licensing of microcatchments and regulation of swine production; (d) development of a state-of-the-art Water Resources Information System; and (e) execution of different studies to help guide the re-focusing of the state's Water Supply and Sanitation sector policies. Given good project performance, the Government of Santa Catarina has expressed interest in obtaining additional financing from the Bank to consolidate project achievements.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-46600	Effective	62.80	40.57	22.23	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Salvador Urban Transport (P048869)
Country: Brazil
Board Approval Date : 06/17/1999
Midterm Review Date : 02/12/2005
Closing Date : 12/31/2007
Loan/Credit/Grant Number : IBRD-44940
Sector(s): General transportation sector(99%), Sub-national government administration(1%)
Theme(s): Other urban development(P), Decentralization(P)

Project Development Objectives:

The objectives are to: (a) improve the quality of public urban transport in the Salvador Metropolitan Region; and (b) transfer the Salvador subdivision of the Brazilian Urban Trains System (CBTU) from the Federal Government to the State of Bahia and Municipality of Salvador.

Progress toward achieving development objective(s):

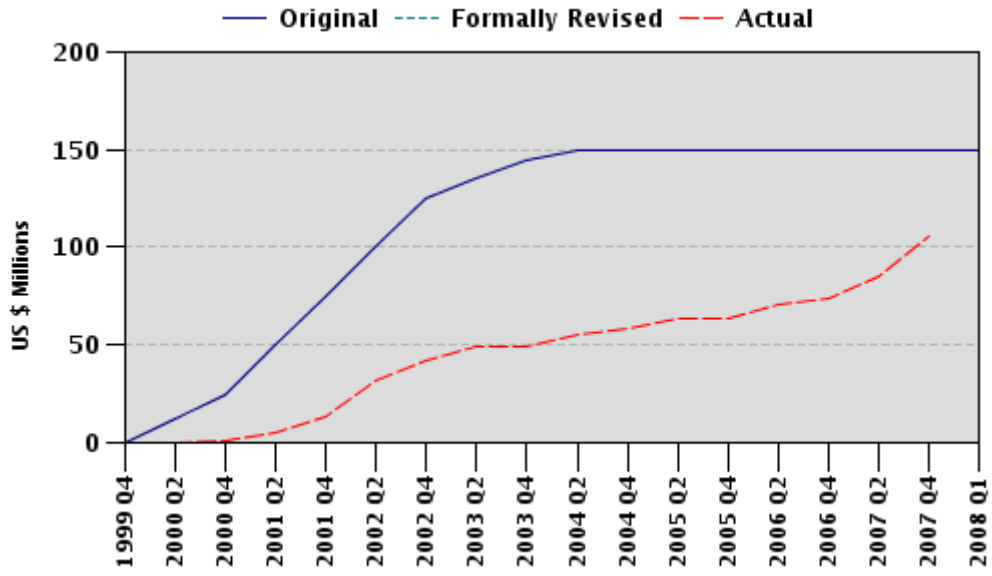
Calada Paripe was formally transferred to the Municipality of Salvador, and the project was included into the Pilot Investment Program (PPI), ensuring unrestricted disbursements. As a result, works of the Metrosal were able to start. The works in the tunnel and Lapa station have been restarted and are 70 percent completed. There has been substantial progress in the works of several other stations (e.g., Acesso Norte) and on infrastructure, particularly the Bonoco elevated guideway. Despite progress, the project continues behind schedule for completion of the first link. The Federal Government has now ensured that the funds required to complete the full original project are available in the PPI. The provision of trains is now moving ahead although a small delay in the original delivery date is expected.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-44940	Effective	150.00	105.97	12.03	32.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Recife Urban Upgrading Project (P049265)

Country: Brazil

Board Approval Date : 04/24/2003

Midterm Review Date : 04/28/2006

Closing Date : 03/31/2009

Loan/Credit/Grant Number : JPN-25483, IBRD-46900

Sector(s): Housing construction(30%), Water supply(30%), Solid waste management(30%), Central government administration(5%), Sub-national government administration(5%)

Theme(s): Access to urban services and housing(P), Land administration and management(S), Participation and civic engagement(S), Environmental policies and institutions(S)

Project Development Objectives:

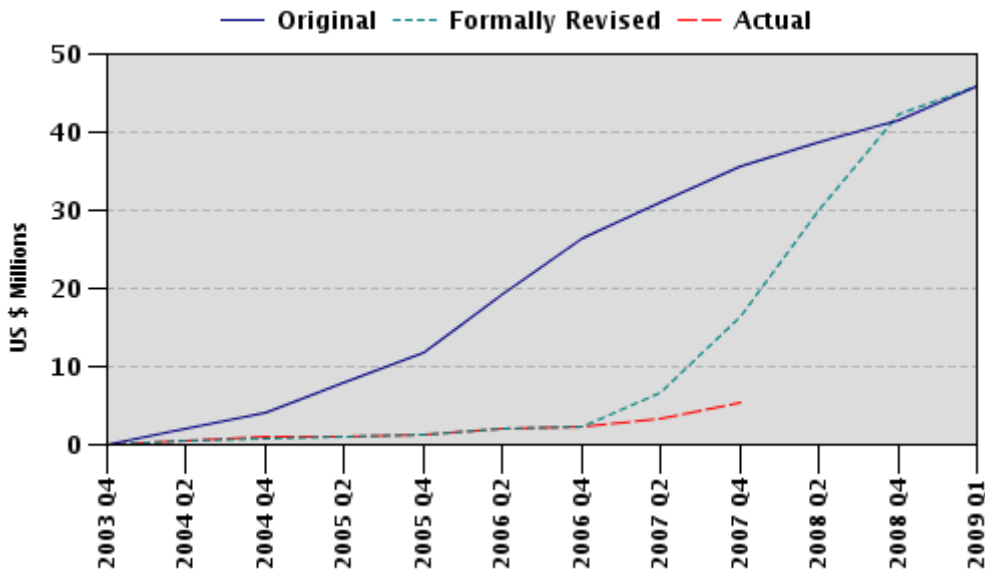
The objective is to improve the wellbeing of the urban poor of the Beberibe River Basin in the Recife Metropolitan Region.

Progress toward achieving development objective(s):

Implementation progress remains slow, but has picked up during FY07, due in part to new leadership of the project in Recife. A plan has been put in place to monitor implementation progress, with clear target dates for critical bidding processes to be started and completed.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
JPN-25483	Closed	0.91	0.90	0.00	0.01
IBRD-46900	Effective	46.00	5.25	40.75	0.00



Project Name (ID): Housing Sector TAL (P050761)

Country: Brazil

Board Approval Date : 11/10/2005

Closing Date : 09/30/2009

Loan/Credit/Grant Number : IBRD-73380

Sector(s): Central government administration(66%), Sub-national government administration(34%)

Theme(s): Access to urban services and housing(P), Municipal governance and institution building(S), Regulation and competition policy(S), Social safety nets(S), Land administration and management(S)

Project Development Objectives:

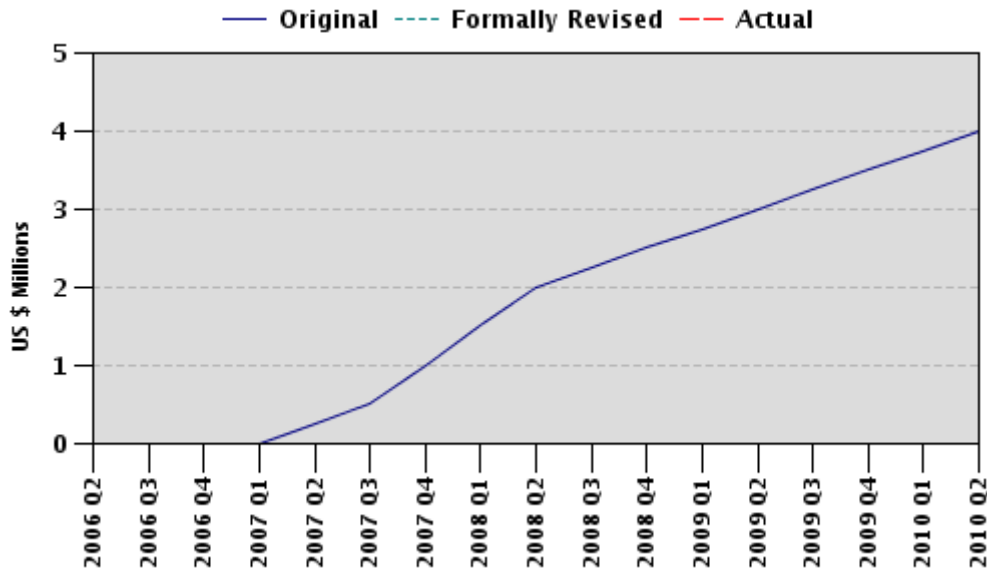
The objective is to support the implementation of the Government's Housing Sector Reform Program.

Progress toward achieving development objective(s):

The project was declared and implementation started toward the end of the reporting period.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-73380	Effective	4.00	0.01	3.99	0.00



Project Name (ID): Land-Based Poverty Alleviation I (SIM) (P050772)

Country: Brazil

Board Approval Date : 11/30/2000

Midterm Review Date : 11/07/2003

Closing Date : 12/31/2007

Loan/Credit/Grant Number : IBRD-70370

Sector(s): Other social services(30%), Central government administration(30%), Roads and highways(20%), General agriculture, fishing and forestry sector(12%), Water supply(8%)

Theme(s): Social safety nets(P), Participation and civic engagement(P), Other rural development(S), Land administration and management(S)

Project Development Objectives:

The main objective is to reduce rural poverty in ten states of the Northeast and four states of the South and Southeast, utilizing the community-based approach to land acquisition and to participation in complementary, on-farm, demand-driven community subprojects.

Progress toward achieving development objective(s):

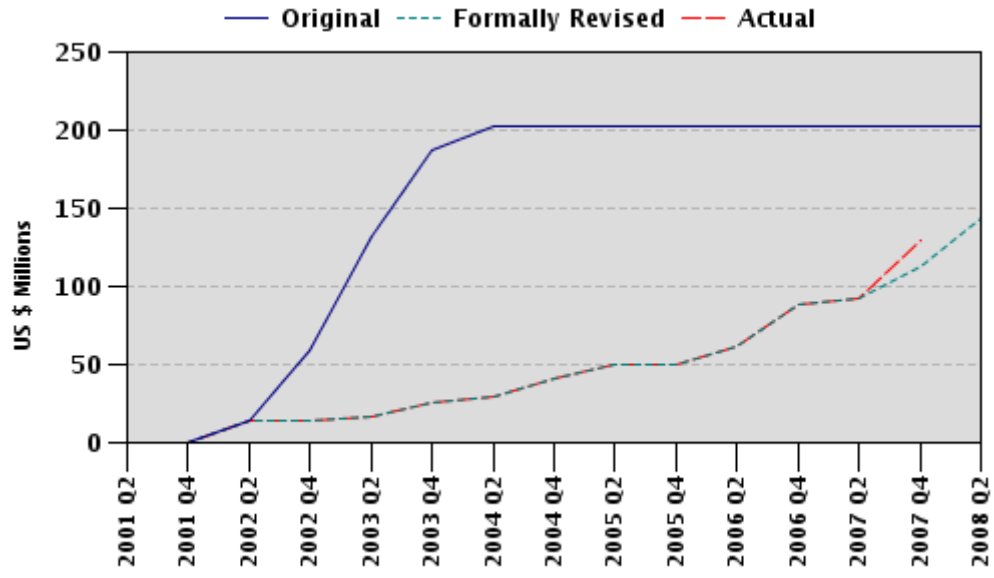
The Project has continued to achieve its Development Objectives through end-June 2007, having settled and financed productive infrastructure for 35,000 family farms contracted/settled including families under the Government of Brazil's partner program Our First Land (for rural youth) with on-farm investments completed/under installation. Another 38,000 families with proposals registered - under preparation or analysis by State Technical Units, and being processed (11,000 at advanced stage). The economic, financial and social benefits of the financing package available to each participating family, comprising Land Acquisition Subprojects (Federal Government-financed) and Community Investment Subprojects (Bank-financed on-farm investments designed to boost productivity) are documented in formal, repeated evaluations by independent entities including the - Escola Superior de Agricultura Luiz de Queiroz - ESALQ/FIPE - USP preliminary findings indicate: average incomes of settled families up 145 percent from 2003-2005; 65 percent of families with regular technical assistance; 99.5 percent of families now have masonry/brick housing. The Federal Government has requested a follow-on operation for \$385 million, which is being reviewed.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-70370	Effective	294.50	129.44	82.88	58.13



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Ceara Rural Poverty Reduction Project (P050875)

Country: Brazil

Board Approval Date : 06/26/2001

Midterm Review Date : 10/21/2004

Closing Date : 06/30/2009

Loan/Credit/Grant Number : IBRD-73870, IBRD-46260

Sector(s): Other social services(35%), Roads and highways(25%), General agriculture, fishing and forestry sector(20%), Sub-national government administration(10%), Power(10%)

Theme(s): Rural services and infrastructure(P), Rural non-farm income generation(P), Participation and civic engagement(S), Rural policies and institutions(S), Other social development(S)

Project Development Objectives:

The main objective is to reduce rural poverty and improve family well-being through better access to basic social and economic infrastructure, using a community-driven development (CDD) approach.

The project was restructured, or received Additional Financing during FY 07

The Additional Financing (\$30 million) would support scaling-up the project to (a) improve well-being and incomes of the rural poor through greater access to basic social and economic infrastructure and services and support for productive activities, using proven community-driven development (CDD) techniques; (b) increase the social capital of rural communities and capacity to organize collectively to meet their own needs; (c) enhance local governance by greater citizen participation and transparency in decision-making, through creation and strengthening of community associations and Municipal Councils; and (d) foster closer integration of development policies, programs and projects in rural areas at the local level by assisting the project's participatory Municipal Councils to extend their role in seeking funding from, setting priorities for and making decisions concerning the allocation of resources from other programs beyond the Bank-supported project.

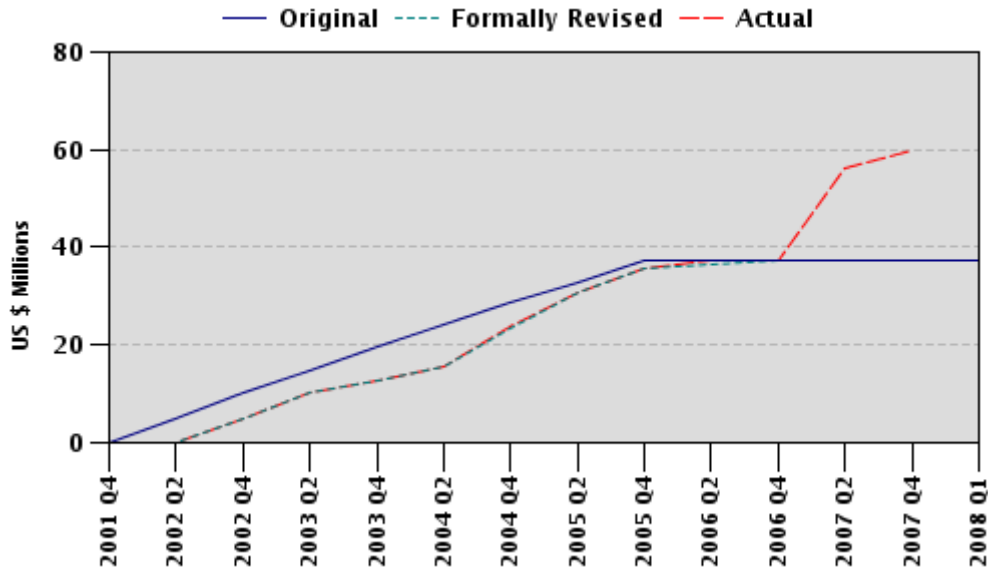
Progress toward achieving development objective(s):

Recently initiated phase two of the Ceara Additional Financing Rural Poverty Reduction Project (RPRP) shows that the very strong performance on project implementation in its first phase continues. The pace of contracting and disbursements is well beyond that expected: 60 percent of the loan has been disbursed in the first year following effectiveness. By June 30, 2007 the project had reached 173,290 poor rural people with 642 community investments in basic socio-economic infrastructure, improving family wellbeing, building social capital, and enhancing local governance through the participatory community associations and Municipal Councils. As for other RPRPs in Brazil Northeast Region, a concerted effort has been made under the Ceara Project to strengthen productive subprojects and evolving their linkage with market. Arrangements for greater focus of core team time on designing the measurement of project outcomes regarding especially employment and income generation have been made.



Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-73870	Effective	37.50	22.58	14.92	0.00
IBRD-46260	Closed	37.50	37.50	0.00	0.00



Project Name (ID): Pernambuco Rural Poverty Reduction (P050880)

Country: Brazil

Board Approval Date : 06/26/2001

Midterm Review Date : 11/19/2004

Closing Date : 01/31/2010

Loan/Credit/Grant Number : IBRD-46251, IBRD-46250

Sector(s): Other social services(35%), Roads and highways(25%), General agriculture, fishing and forestry sector(20%), Sub-national government administration(10%), Power(10%)

Theme(s): Rural services and infrastructure(P), Participation and civic engagement(P), Rural non-farm income generation(P), Rural policies and institutions(S), Other social development(S)

Project Development Objectives:

The main objective is to reduce rural poverty and improve family well-being through better access to basic social and economic infrastructure, using a community-driven development (CDD) approach.

The project was restructured, or received Additional Financing during FY 07

Additional Financing of \$30 million was signed on May 14, 2007 and declared effective on June 12, 2007. Project objectives remain essentially unchanged, but focus on integrating local development policies and programs in rural areas through the participatory Municipal Councils is stronger, extending their role by leveraging complementary resources from other state and federal programs. Also, a proportionally higher amount of funds will go to defined, poorest communities.

Progress toward achieving development objective(s):

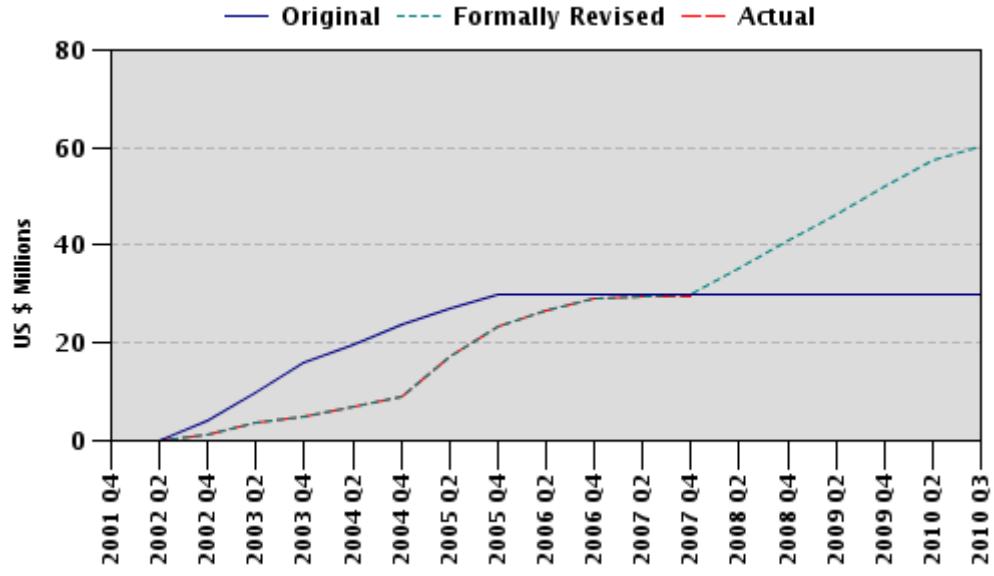
The project closed on January 31, 2007, with cancellation of \$629,000 and achieved its development objectives. The project reached 340,000 poor rural people with 1,800 community investments in basic socio-economic infrastructure, improving family wellbeing, building social capital, and enhancing local governance through the participatory community associations and Municipal Councils, as verified by independent evaluations.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-46251	Effective	30.00	0.00	30.00	0.00
IBRD-46250	Closed	30.10	29.47	0.00	0.63



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Piaui Rural Poverty Reduction (P050881)

Country: Brazil

Board Approval Date : 06/26/2001

Midterm Review Date : 12/07/2004

Closing Date : 06/30/2009

Loan/Credit/Grant Number : IBRD-73990, IBRD-46240

Sector(s): Roads and highways(45%), Water supply(20%), Irrigation and drainage(15%), Other social services(12%), Sub-national government administration(8%)

Theme(s): Rural services and infrastructure(P), Participation and civic engagement(P), Rural non-farm income generation(S), Rural policies and institutions(S)

Project Development Objectives:

The objective is to reduce rural poverty and improve well-being through better access to basic social and economic infrastructure, using a community-driven development (CDD) approach.

Progress toward achieving development objective(s):

The project closed on January 31, 2007, with no cancellation, and achieved its development objectives. The project has reached 384,000 poor rural people with 1,200 community investments in basic socio-economic infrastructure, improving family wellbeing, building social capital, and enhancing local governance through the participatory community associations and Municipal Councils, as verified by independent evaluations.

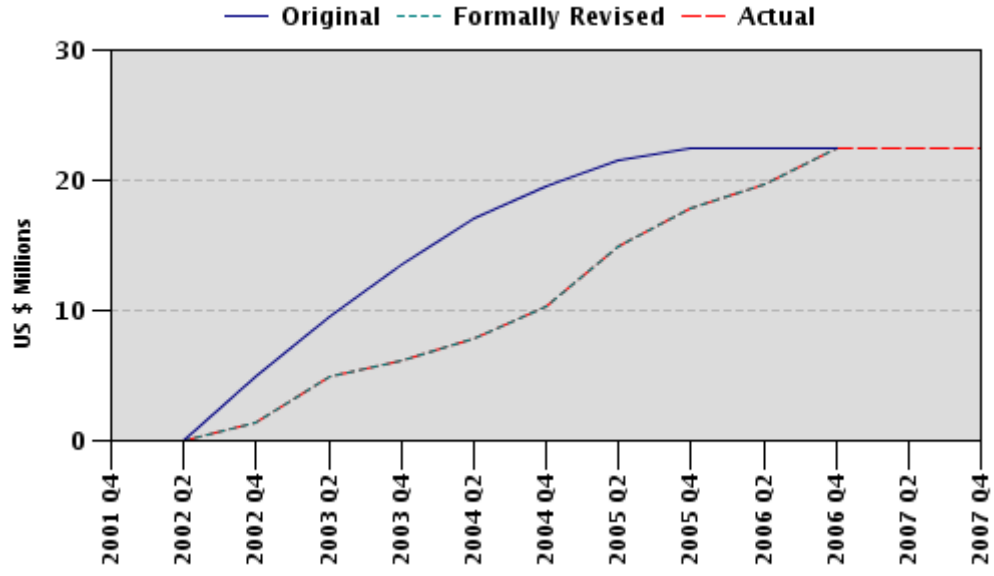
Additional Financing for \$22.5 million was signed on July 24, 2007 and should be declared effective by October 22, 2007 (FY08). Project objectives remain essentially unchanged, but focus on integrating local development policies and programs in rural areas through the participatory Municipal Councils is stronger, extending their role by leveraging complementary resources from other state and federal programs. Also, a proportionally higher amount of funds will go to defined, poorest communities.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-73990	Not Effective	22.50	0.00	22.50	0.00
IBRD-46240	Closed	22.50	22.50	0.00	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): São Paulo Metro Line 4 Project (P051696)

Country: Brazil

Board Approval Date : 01/22/2002

Midterm Review Date : 02/16/2005

Closing Date : 06/30/2009

Loan/Credit/Grant Number : IBRD-46460, JBIC-4520

Sector(s): General transportation sector(100%)

Theme(s): Access to urban services and housing(P), Infrastructure services for private sector development(P), Pollution management and environmental health(S)

Project Development Objectives:

The objective is to improve the quality and long-term sustainability of urban transport in the Sao Paulo Metropolitan Region with the construction of METRO's Line 4.

Progress toward achieving development objective(s):

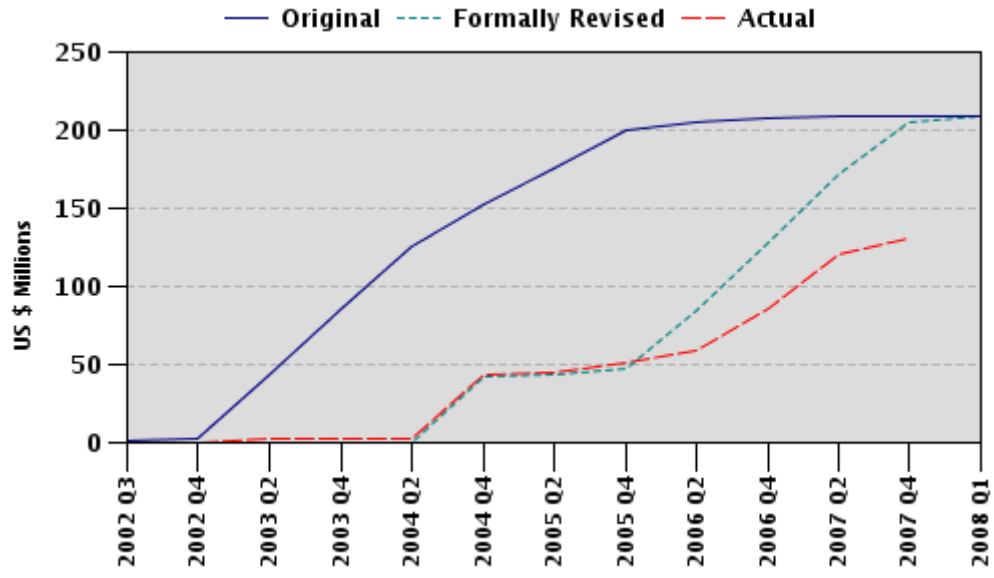
The metro construction works progressed quickly in the three Lots and the bid for the Private Public Partnership for the operation and maintenance of Line 4 was issued. Approximately 50 percent of the civil works in infrastructure have been completed, the review of the urban operations has been fully completed and the questionnaire for the survey to compare the do-nothing situation with the project situation is 100 percent completed. On January 12, 2007 a major accident occurred in the future Pinheiros Station with seven deaths and damages to several surrounding houses. This led to an interruption of works followed by a major security check of all work fronts by an independent consultant. Works have now restarted on all fronts except the Pinheiros Station, and are now moving full steam ahead. The closing date was extended to June 30, 2009. Even before the accident the State had requested additional financing of \$95 million to compensate for the sharp devaluation of the dollar in relation to the Real and is being processed. The project team requested an abbreviated resettlement plan to assess how those affected by the accident are being dealt with.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-46460	Effective	209.00	130.82	78.18	0.00
JBIC-4520	Closed	231.71	0.00	231.71	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Minas Gerais Rural Poverty Reduction (P052256)

Country: Brazil

Board Approval Date : 09/06/2005

Closing Date : 07/31/2010

Loan/Credit/Grant Number : IBRD-73290

Sector(s): District heating and energy efficiency services(25%), Roads and highways(25%), Sewerage(20%), General agriculture, fishing and forestry sector(15%), General public administration sector(15%)

Theme(s): Rural services and infrastructure(P), Municipal governance and institution building(P), Rural markets(S), Participation and civic engagement(S)

Project Development Objectives:

The objective is to reduce rural poverty by improving access to basic socio-economic infrastructure and services using proven community-driven development (CDD) techniques.

Progress toward achieving development objective(s):

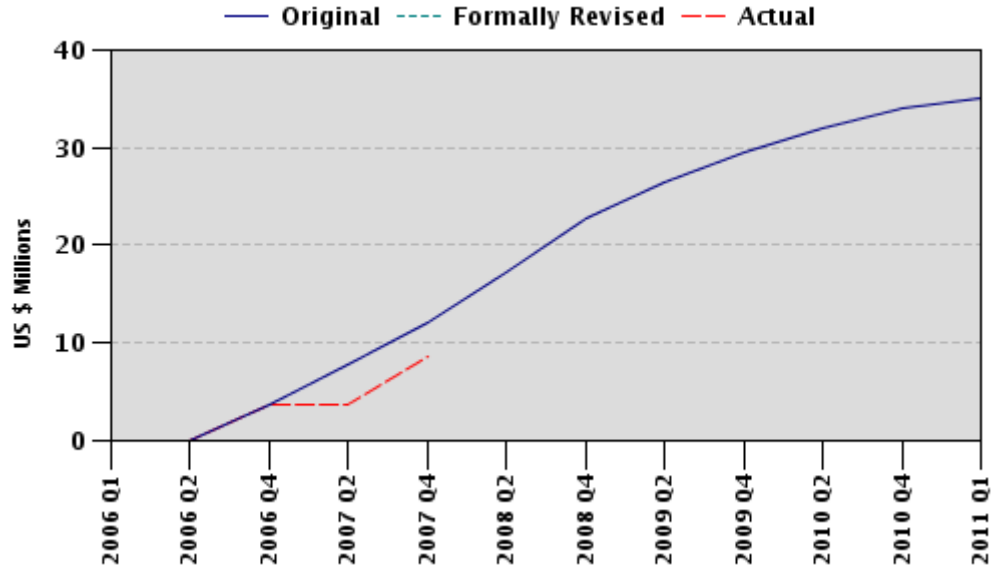
The project has concentrated its activities in 180 municipalities with Municipal Councils already established out of 188 municipalities (project area) in three extremely poor areas of the State long-considered part of the Northeast region, all of which have low Human Development Indices (average 0.651). These areas of project focus are characterized by irregular rainfall, highly concentrated landholdings, precarious access to basic infrastructure, weak municipal institutional and fiscal capacity/status, and continuous rural exodus. By June 30, 2007 the project contracted/financed 455 subprojects benefiting about 31,455 families. Productive subprojects and production support activities are about 60 percent of all investments and field visits revealed that physical quality is excellent and beneficiaries are satisfied with their investments. An impact evaluation program stressing its priority and outcomes within the life of this project is under preparation. The State is deeply committed to this operation and it is expected to make rapid progress in achieving its development objectives.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-73290	Effective	35.00	8.89	26.11	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Bahia Development - Health (P054119)

Country: Brazil

Board Approval Date : 06/12/2003

Midterm Review Date : 05/30/2006

Closing Date : 06/30/2009

Loan/Credit/Grant Number : JPN-25822, IBRD-71820

Sector(s): Central government administration(35%), Sub-national government administration(35%), Health(30%)

Theme(s): Child health(P), Health system performance(P), Rural services and infrastructure(P)

Project Development Objectives:

The objectives are to: (a) improve access of the poor to Basic Health Care; (b) reduce inequities in the allocation of publicly funded health care services; and (c) improve the efficiency and quality in the use of public resources.

Progress toward achieving development objective(s):

The main conclusion of the Project's mid-term evaluation was that the approach on results developed by the Bahia's Secretary of Health, during the last two years, created a new environment of incentives for Project implementation. It also built consensus about Project activities with key actors.

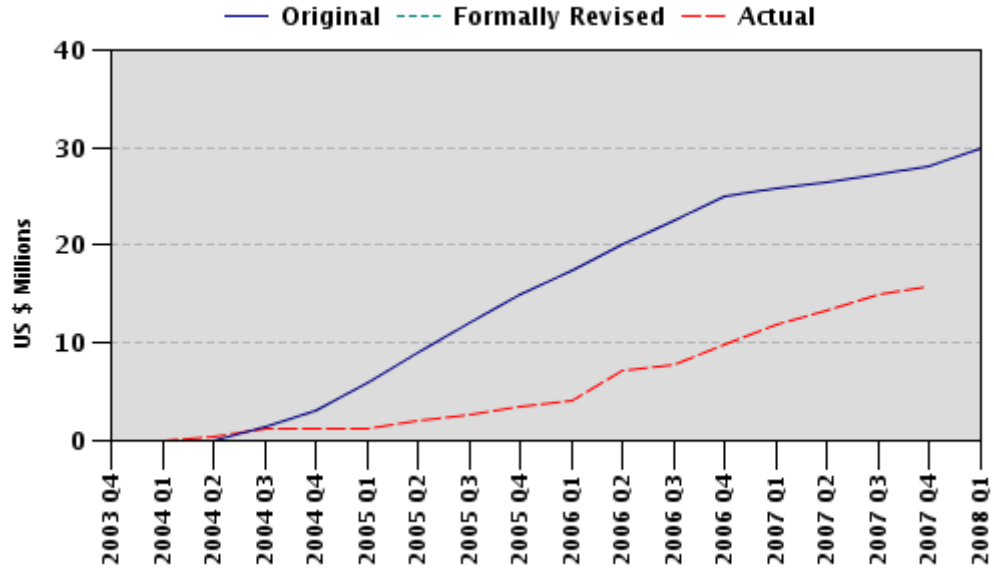
Additionally, the smooth transition produced in Bahia's Government, and the organized turn-over in the Health Sector, reinforced the effectiveness and efficient project implementation towards achieving the indicators: to date, 100 percent of project intermediate indicators have been improved, as well as 50 percent of outcome indicators, and most of the 39 expected results. So far, the project has met four out of six trigger indicators, requiring only three of them to initiate its second phase. The development of the monitoring and evaluation system, which supports the identification of the evolution (or regression) of indicators, has been fully adopted, and disbursements have increased (but are still below of expected). Based on this performance, the Bank granted an extension of 21 months until June 2009. It is expected that the Project will achieve its objectives and results before the new closing date.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
JPN-25822	Closed	0.20	0.18	0.00	0.02
IBRD-71820	Effective	30.00	15.72	14.28	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Fundescola IIIA (P057653)

Country: Brazil

Board Approval Date : 06/13/2002

Midterm Review Date : 10/26/2005

Closing Date : 12/31/2007

Loan/Credit/Grant Number : IBRD-71220

Sector(s): Other social services(50%), Primary education(31%), Sub-national government administration(7%), Tertiary education(6%), Central government administration(6%)

Theme(s): Participation and civic engagement(P), Education for all(P), Municipal governance and institution building(P), Social analysis and monitoring(P), Access to urban services and housing(P)

Project Development Objectives:

The objective is to reduce disparities across primary schools and increase the effectiveness of these schools within each local government's financial capacity.

Progress toward achieving development objective(s):

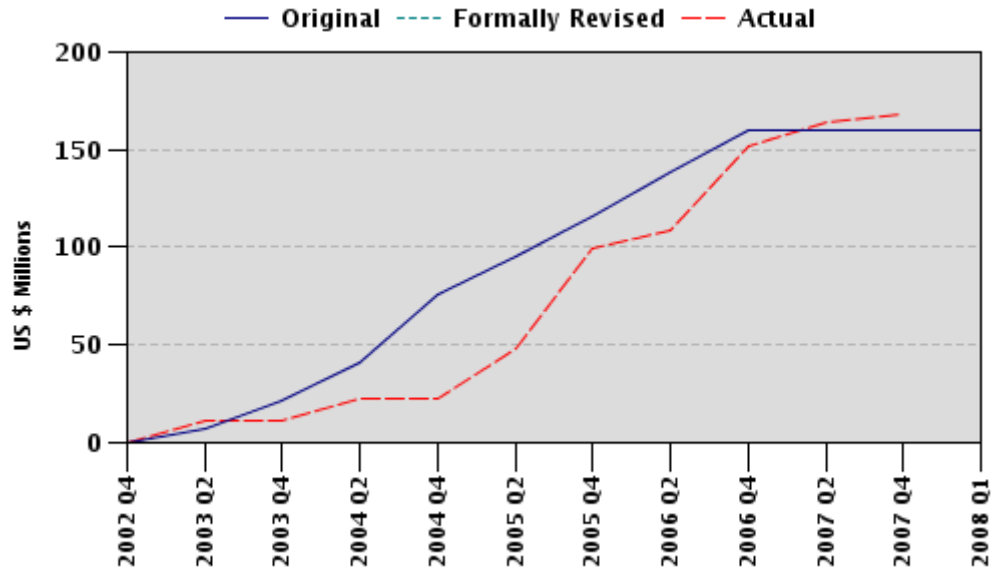
The project implementation is advancing well, and is having an important impact on national policy: Fundescola's methodology and actions have been adopted as the headline for the newly launched "PAC on Education." Fundescola's dissemination strategy to cover all 2,700 municipalities of the targeted regions was successfully applied and has functioned well. Its production of "packages" is now completed and some product evaluations are underway. The team has agreed on a reallocation to strengthen the SWAp component and to allow nearly-full disbursement by project closing.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-71220	Effective	246.73	167.65	62.04	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): GEF Amazon Region Prot Areas (ARPA) (P058503)

Country: Brazil

Board Approval Date : 08/08/2002

Midterm Review Date : 01/30/2006

Closing Date : 12/31/2008

Loan/Credit/Grant Number : MULT-51240

Sector(s): General agriculture, fishing and forestry sector(60%), Central government administration(20%), Sub-national government administration(20%)

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

Project Development Objectives:

The objective is to expand and consolidate the protected areas system in the Amazon region of Brazil.

Progress toward achieving development objective(s):

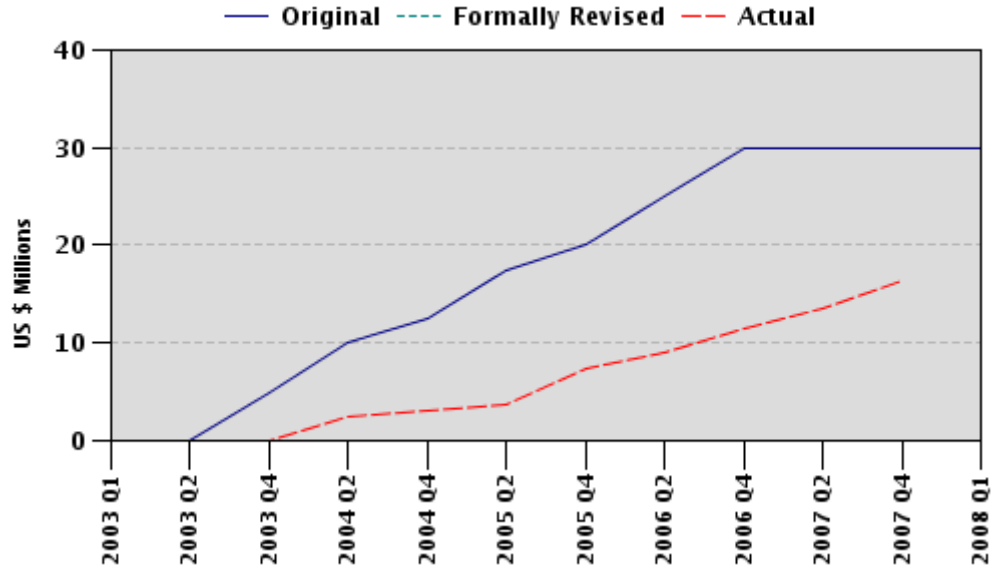
The Amazon Region Protected Areas (ARPA) Program is the largest tropical forest conservation initiative in history. ARPA is well on its way to achieving its development objective. The project has already established 31 million hectares of protected areas in the Amazon region. The Protected Areas Fund has been established and is currently endowed with nearly \$16 million. Monitoring and enforcement activities are under way in the new protected areas. Consolidation efforts and activities with communities are expected to increase this year.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
MULT-51240	Effective	30.00	16.43	13.57	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Ceara Basic Education (P059566)

Country: Brazil

Board Approval Date : 12/20/2000

Midterm Review Date : 03/24/2006

Closing Date : 06/30/2008

Loan/Credit/Grant Number : IBRD-45910, JPN-25823

Sector(s): General education sector(80%), Central government administration(20%)

Theme(s): Education for all(P), Access to urban services and housing(P), Rural services and infrastructure(P), Municipal governance and institution building(P), Participation and civic engagement(S)

Project Development Objectives:

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

The project was restructured, or received Additional Financing during FY 07

The project has been formally restructured to meet revised state priorities within the same broad objectives.

Progress toward achieving development objective(s):

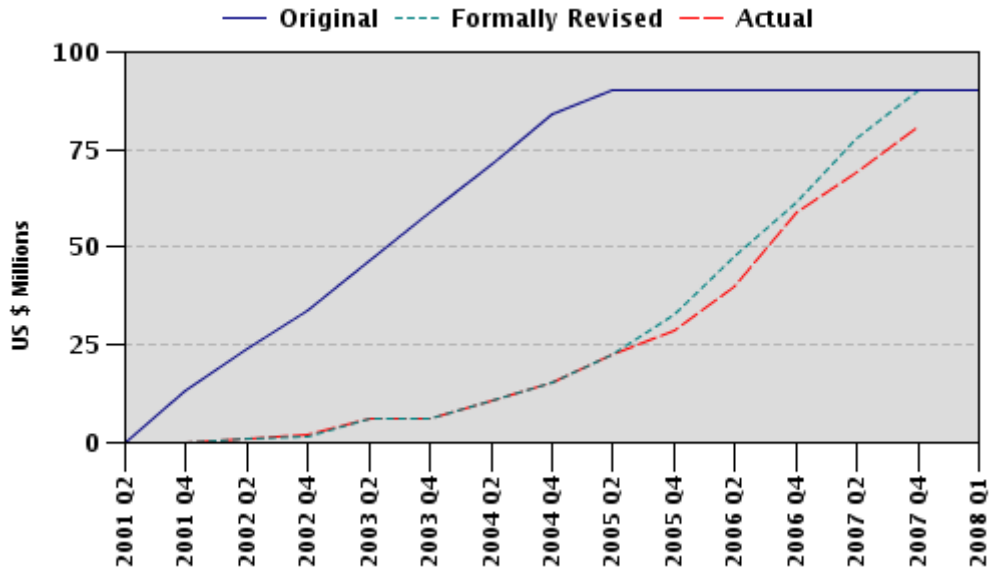
Project implementation continues to improve and it is likely that most development objectives will be achieved. According to the national student assessment, performance in Mathematics in grade 4 and 8 (28 percent and 25 percent rated satisfactory basics) already exceeds the target for end-project (11 percent and 14 percent rated satisfactory basics). Similarly, end-project target for reduction of adult illiteracy (90,000) has already been surpassed (211,000).

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-45910	Effective	90.00	81.14	8.86	0.00
JPN-25823	Closed	0.28	0.25	0.00	0.03



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Fortaleza Metropolitan Transport Project (P060221)
Country: Brazil
Board Approval Date : 12/04/2001
Midterm Review Date : 02/17/2006
Closing Date : 03/30/2008
Loan/Credit/Grant Number : JPN-25824, IBRD-70830
Sector(s): General transportation sector(100%)
Theme(s): Decentralization(P), Infrastructure services for private sector development(P)

Project Development Objectives:

The objectives are to: (a) improve the quality of public urban transport in the Fortaleza Metropolitan Region; (b) transfer the Fortaleza subdivision of the Brazilian Urban Trains system from the Federal to the State government; and (c) increase the private sector participation in the operation and management of the Metrofor system.

Progress toward achieving development objective(s):

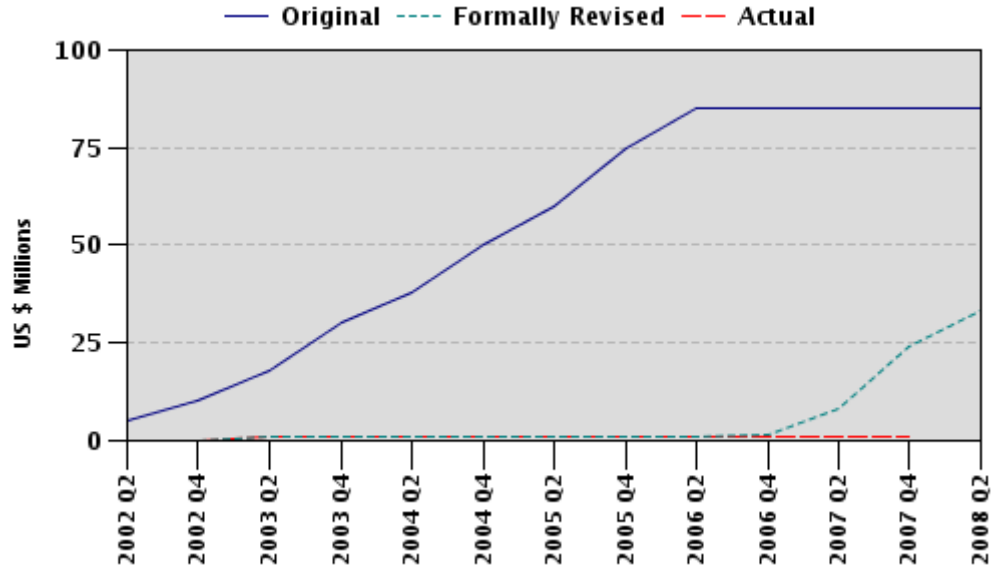
The project was restructured in FY06 to reduce the amount, but not the objectives. The objective related to the transfer of the system to the State has been achieved some time ago. In February 2006, the project was included into the Government's Pilot Investment Program (PPI) and the bidding process has begun. Three major bids have been signed and the first disbursements will come soon. The implementation was delayed by the change in State administration which dissolved all the bidding evaluation committees and appointed new ones. The process is now underway but most possibly an extension of closing date is going to be needed.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
JPN-25824	Closed	0.50	0.49	0.00	0.01
IBRD-70830	Effective	133.09	0.98	33.74	86.49



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Tocantins Sustainable Regional Development (P060573)

Country: Brazil

Board Approval Date : 12/09/2003

Closing Date : 12/31/2009

Loan/Credit/Grant Number : IBRD-72080

Sector(s): Roads and highways(50%), Sub-national government administration(50%)

Theme(s): Municipal governance and institution building(P), Rural services and infrastructure(P), Environmental policies and institutions(P), Decentralization(S), Participation and civic engagement(S)

Project Development Objectives:

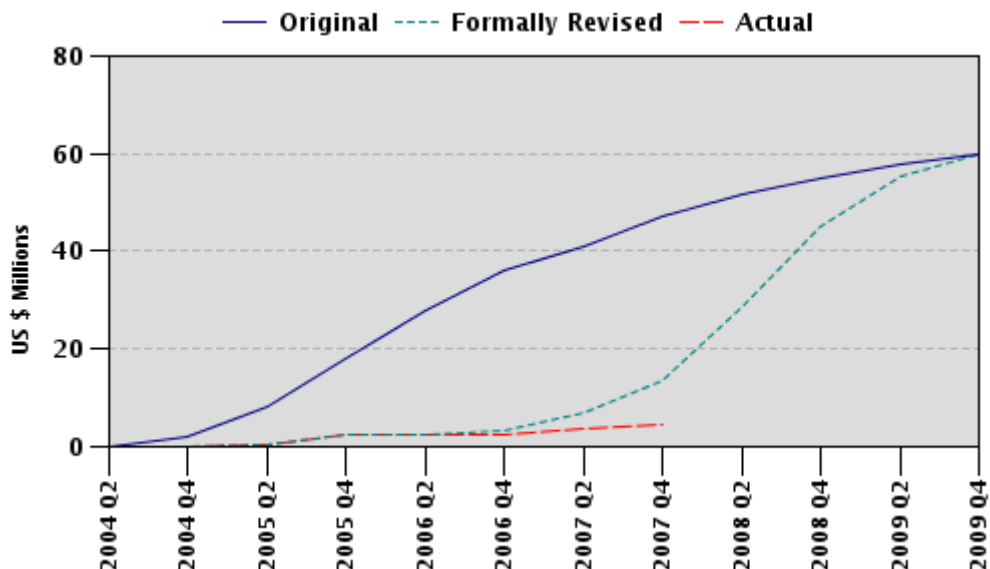
The objective is to contribute to raising living standards and reducing inequalities and regional disparities in Tocantins's poorest regions, while ensuring sustainable use of natural resources and the protection of fragile ecosystems.

Progress toward achieving development objective(s):

Following initial delays in making the project operational, substantial improvements have been made in project implementation during the past year in the preparation of the physical component, including the finalization of the design for two-thirds of the 67 municipal road projects, the bidding of 55 percent of works, and starting of the first works in late June. There is also good implementation of the environmental component. These positive achievements, notably on the physical components side, should lead to a rapid increase in project implementation.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-72080	Effective	60.00	4.46	55.54	0.00



Project Name (ID): Fed. Water Management (P038895)

Country: Brazil

Board Approval Date : 04/02/1998

Midterm Review Date : 01/31/2000

Closing Date : 12/21/2009

Loan/Credit/Grant Number : JPN-29547, JPN-25484, IBRD-74200, JPN-29358, IBRD-43100

Sector(s): Water supply(53%), Sub-national government administration(20%), Central government administration(18%), Other social services(9%)

Theme(s): Other urban development(P), Water resource management(P), Rural services and infrastructure(P), Decentralization(S), Rural policies and institutions(S)

Project Development Objectives:

The objective is to promote rational and sustainable use and participatory management of water resources, especially in the northeast.

The project was restructured, or received Additional Financing during FY 07

The Additional Financing will continue to support the implementation of actions and activities that promote and reinforce the achievement of the original objectives through the implementation of infrastructure in the semi-arid region and the expansion of water resources management activities to other Brazilian States.

Progress toward achieving development objective(s):

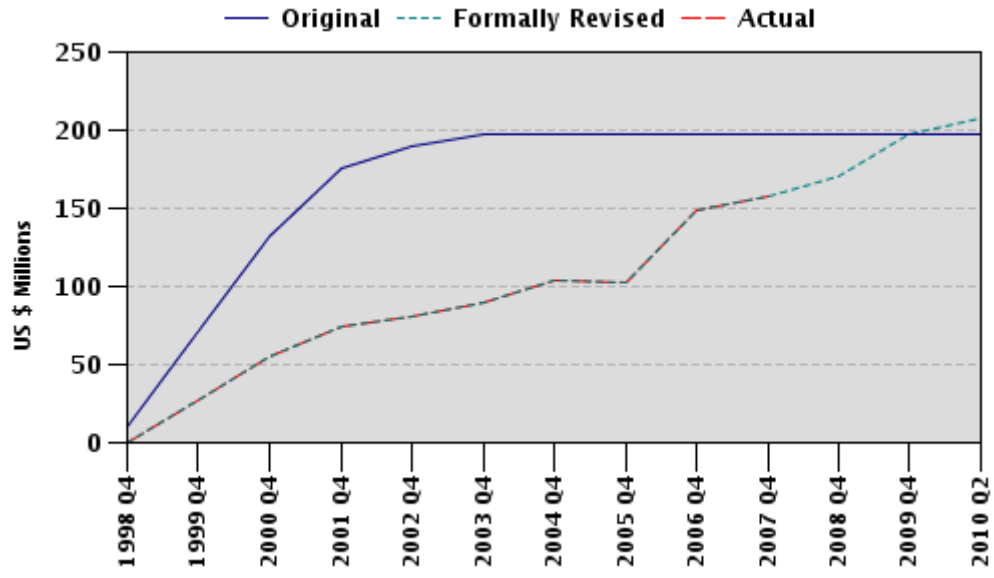
Implementation has progressed very well and the project has made significant advances towards achieving its objectives. The Loan amount has been fully disbursed and an Additional Financing Loan was approved by the Board on December 19, 2006, and is pending approval by the Brazilian Senate. With the Additional Financing, the Closing Date has been extended to December 21, 2009. Project achievements include the development and/or implementation of legal and institutional frameworks to promote efficient water resources management in the Brazilian Semi-arid states, by financing important watershed plans, operational and maintenance plans for water systems, feasibility studies, and engineering designs; as well as creating and strengthening water user associations, water basin committees, State water resources councils, and water resources information systems; among others. The project financed a total of 42 water infrastructure works, directly benefiting 2 million people (originally estimated at 1.3 million) in the same states.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
JPN-29547	Closed	0.13	0.10	0.00	0.04
JPN-25484	Closed	0.99	0.73	0.00	0.26
IBRD-74200	Not Effective	50.00	0.00	50.00	0.00
JPN-29358	Closed	0.71	0.74	0.00	0.00
IBRD-43100	Closed	198.00	158.00	0.00	40.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): PROSANEAR 2 (P039199)

Country: Brazil

Board Approval Date : 01/06/2000

Midterm Review Date : 06/01/2004

Closing Date : 12/15/2007

Loan/Credit/Grant Number : IBRD-45320

Sector(s): Sub-national government administration(74%), General water, sanitation and flood protection sector(18%), Central government administration(5%), Other social services(3%)

Theme(s): Access to urban services and housing(P), Municipal governance and institution building(P), Pollution management and environmental health(P), Participation and civic engagement(S)

Project Development Objectives:

The objective is to achieve integrated and demand-driven water supply and sanitation service delivery within participating local government agencies under the framework of the national low-income sanitation program (PROSANEAR).

Progress toward achieving development objective(s):

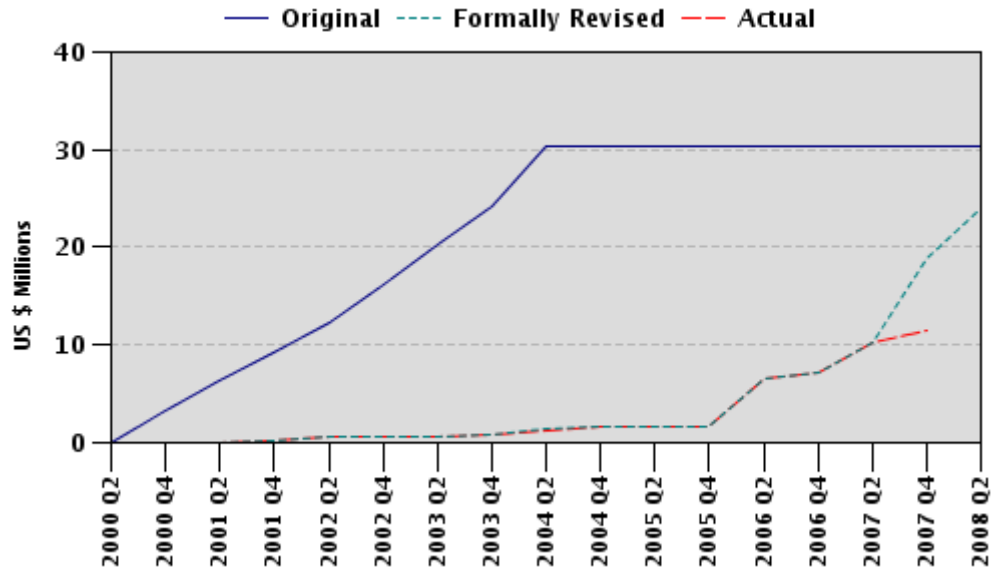
The project has continued to perform well with regard to its development impact. In the last six months it has proved to be a key element of the federal government's flagship Growth Acceleration Program (PAC) which includes substantial grant and credit investment in WSS and urban upgrading in peri-urban/poor areas of large cities throughout Brazil. PROSANEAR was ideally placed when the PAC was launched to leverage the 35-plus participatory, integrated subproject designs that it had prepared in over 30 municipalities throughout the country, for inclusion in PAC's first year of implementation. PROSANEAR's subproject designs are leveraging some \$300 million of works interventions for PAC's first year of implementation. Furthermore, the PROSANEAR methodology and terms of reference for participatory, integrated WSS/urban upgrading subproject preparation have been transformed by the Ministry of Cities and into a Manual for preparing future generations of subprojects/works for PAC financing. In the last six months, the PROSANEAR project has also been transformed into a consolidated national program with a dedicated budget.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-45320	Effective	30.30	11.40	12.50	6.40



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): GEF Amazon Aquatic Res - AquaBio (P066535)

Country: Brazil

Board Approval Date : 06/13/2006

Closing Date : 08/31/2012

Loan/Credit/Grant Number : MULT-56255, MULT-51729

Sector(s): General agriculture, fishing and forestry sector(60%), Sub-national government administration(20%), Central government administration(20%)

Theme(s): Biodiversity(P), Land administration and management(P), Water resource management(P), Participation and civic engagement(S), Environmental policies and institutions(S)

Project Development Objectives:

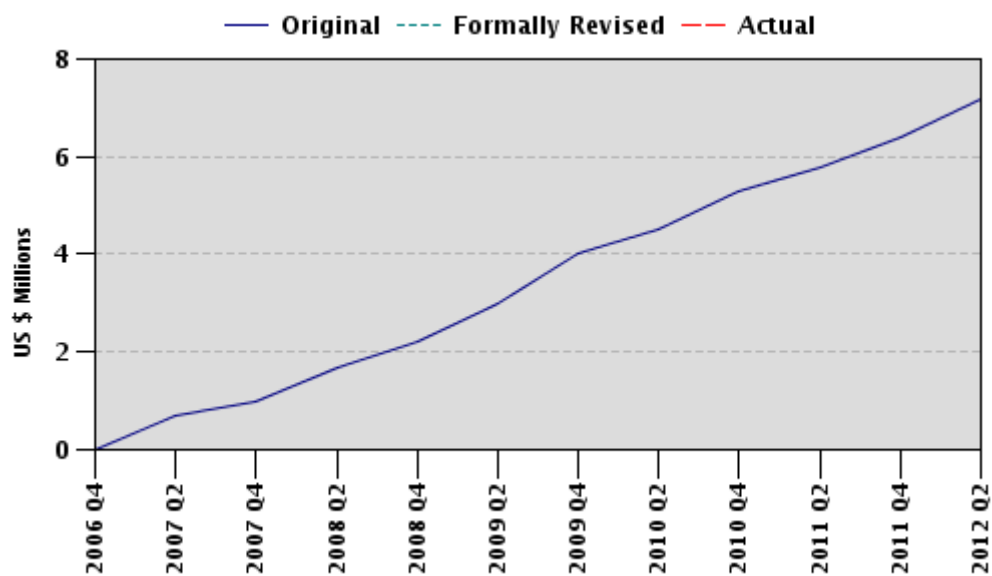
The objective is to mainstream a multi-stakeholder, integrated management approach to the conservation and sustainable use of freshwater biodiversity in public policies and programs in the Brazilian Amazon River Basin.

Progress toward achieving development objective(s):

The project was declared effective on February 28, 2007 and final arrangements are being made to start disbursement.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
MULT-56255	Effective	7.18	0.00	7.18	0.00
MULT-51729	Closed	0.21	0.21	0.00	0.00



Project Name (ID): Pernambuco Integ. Development: Edu. Quality Improv. (P069934)

Country: Brazil

Board Approval Date : 10/14/2004

Closing Date : 12/31/2009

Loan/Credit/Grant Number : IBRD-47540, JPN-26641

Sector(s): Primary education(70%), Secondary education(15%), Sub-national government administration(15%)

Theme(s): Education for all(P), Indigenous peoples(S), Administrative and civil service reform(S)

Project Development Objectives:

The objectives are to: (a) improve the quality, efficiency, and inclusiveness of the public education system; (b) modernize and strengthen the managerial, financial, and administrative capacity of the Secretariat of Education; and (c) support the overall state modernization effort.

Progress toward achieving development objective(s):

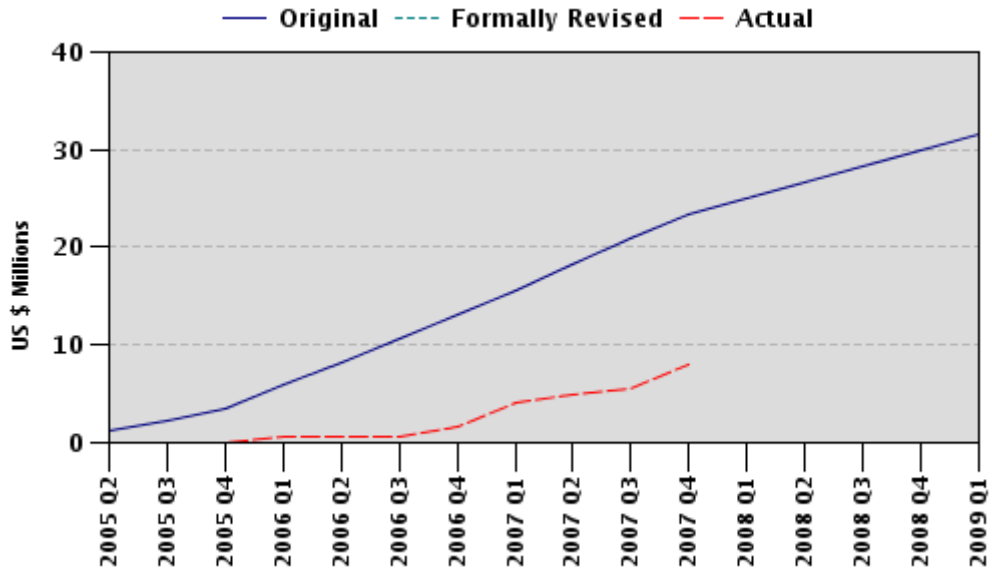
The project is slowly picking up the pace since the transition in government. Total disbursements amount to \$6.3 million, still significantly below expectations. According to appraisal estimates, the project should be mid-way through implementation. A new project coordinator was appointed and there seems to be significant progress in initializing procurement processes as well as finalized processes that were underway since 2006. Additionally, given the different strategies proposed by the new Secretary and his team, a new program of action 2007 was submitted to the Bank and approved and is under implementation. There seems to be improved coordination within the Secretariat of Education as well as closer follow-up of project activities.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-47540	Effective	31.50	7.92	23.58	0.00
JPN-26641	Closed	0.30	0.25	0.00	0.05



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): GEF Parana Biodiversity Project (P070552)

Country: Brazil

Board Approval Date : 05/21/2002

Midterm Review Date : 10/10/2006

Closing Date : 01/31/2009

Loan/Credit/Grant Number : MULT-51007

Sector(s): Agricultural extension and research(70%), Sub-national government administration(18%), General agriculture, fishing and forestry sector(9%), Central government administration(3%)

Theme(s): Biodiversity(P), Environmental policies and institutions(P), Participation and civic engagement(P), Law reform(S), Export development and competitiveness(S)

Project Development Objectives:

The Parana Biodiversity Project will support the development of a sustainable natural resource management, in two highly threatened eco-regions (Brazilian Inland Atlantic Rainforest and Araucaria Forest) through the design and implementation of a model for improving biodiversity conservation in the State.

Progress toward achieving development objective(s):

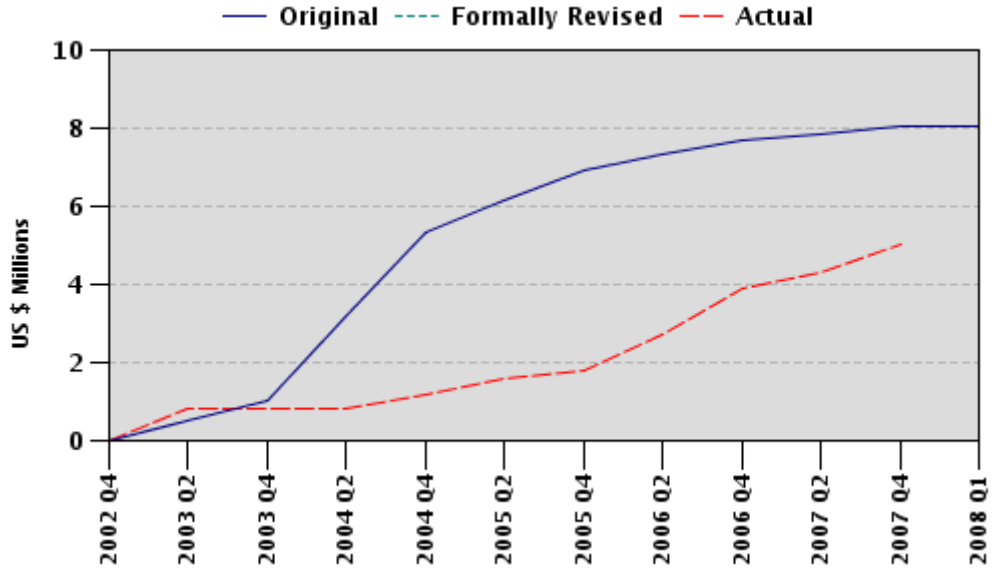
The Mid Term Review and the Technical Audit have been carried out specifically in relation to activities which were linked to conditions of the extension of the Grant Agreement. The extension proposed a series of actions to increase participation of civil society. The Bank granted the extension of two years until January 31, 2009. Conditions of the extension included an updated Operational Manual which has been approved by the Bank.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
MULT-51007	Effective	8.00	5.04	2.96	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): GEF Caatinga Conservation and Sust. Management (P070867)

Country: Brazil

Board Approval Date : 06/26/2007

Closing Date : 02/28/2006

Loan/Credit/Grant Number : MULT-54984

Sector(s): Sub-national government administration(57%), General water, sanitation and flood protection sector(16%), General agriculture, fishing and forestry sector(15%), Agricultural extension and research(7%), Other social services(5%)

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

Project Development Objectives:

The objectives are to help finance and support the preservation, conservation, and sustainable management of the biodiversity of the Caatinga in the states of Bahia and Ceara, while improving the quality of life of its inhabitants, through the introduction of sustainable development practices.

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 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
MULT-54984	Closed	0.35	0.34	0.00	0.01



Project Name (ID): TA Financial Sector (P073192)

Country: Brazil

Closing Date : 05/31/2008

Loan/Credit/Grant Number : IBRD-46370

Sector(s): Banking(51%), Capital markets(31%), Payment systems, securities clearance and settlement(7%), Central government administration(7%), Law and justice(4%)

Theme(s): Regulation and competition policy(P), Standards and financial reporting(P), Macroeconomic management(S), Legal institutions for a market economy(S)

Project Development Objectives:

The objective is to support the development of institutional capacity to assist in the implementation of Brazil's program of financial sector reforms.

Progress toward achieving development objective(s):

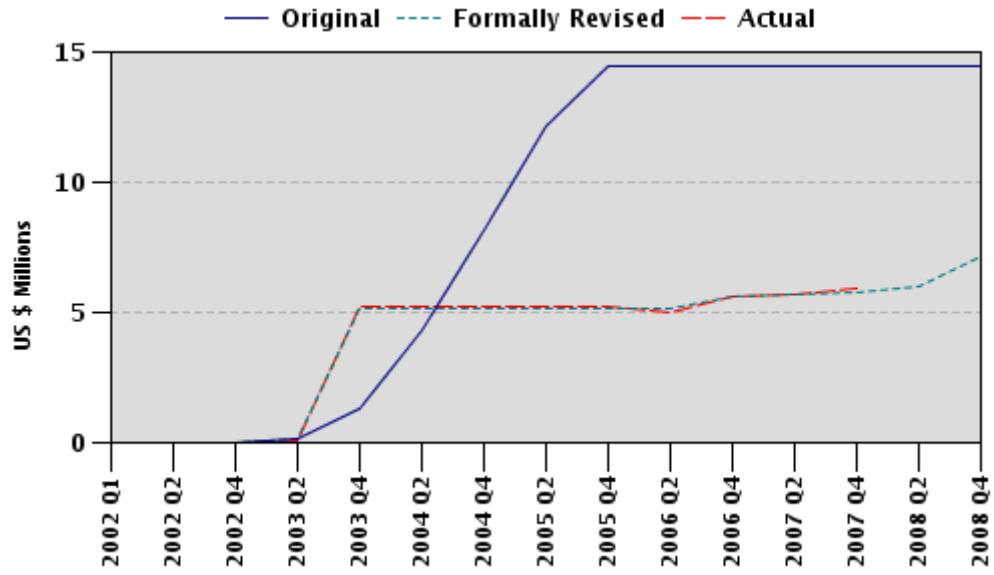
An extension of the original closing date was granted in May, 2007 leading to a formally revised closing date of May 31, 2008. The Bank agreed to extend the project closing date to allow for the completion of Component I.B - Study and Recommendations for Strengthening Enforcement, Component III.F- Study to Assess Accounting Patterns and Practices, and Component VI.C- Study and Training on Investment Funds, all of which will be carried out by the Securities and Exchange Regulator (CVM) amounting to \$1.4 million. CVM has completed all activities related to Component I.B, resulting in a study that assess and provides recommendations to improve enforcement practices. This study was carried out by the National Association of Securities Dealers (NASD). Relating to Component III.F, Ernst and Young was assigned the contract in March 2007 to perform the study to assess accounting patterns and practices. The study has been launched and is expected to be finalized by December 2007. Lastly, for Component VI.C, CVM recently assigned (June 2007) the contract to Ernst and Young for the appraisal and training in accounting information systems for investment funds, which is meant to be completed by December 2007.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-46370	Effective	14.46	5.87	4.02	4.57



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Fiscal and Financial Management. TAL (P073294)

Country: Brazil

Board Approval Date : 05/24/2001

Midterm Review Date : 09/15/2004

Closing Date : 12/30/2007

Loan/Credit/Grant Number : IBRD-46040

Sector(s): Central government administration(92%), Sub-national government administration(8%)

Theme(s): Public expenditure, financial management and procurement(P), Debt management and fiscal sustainability(P), Law reform(S)

Project Development Objectives:

The objectives are to strengthen budget procedures and systems; facilitate implementation of the Fiscal Responsibility Law; and design and implement an effective debt management system.

Progress toward achieving development objective(s):

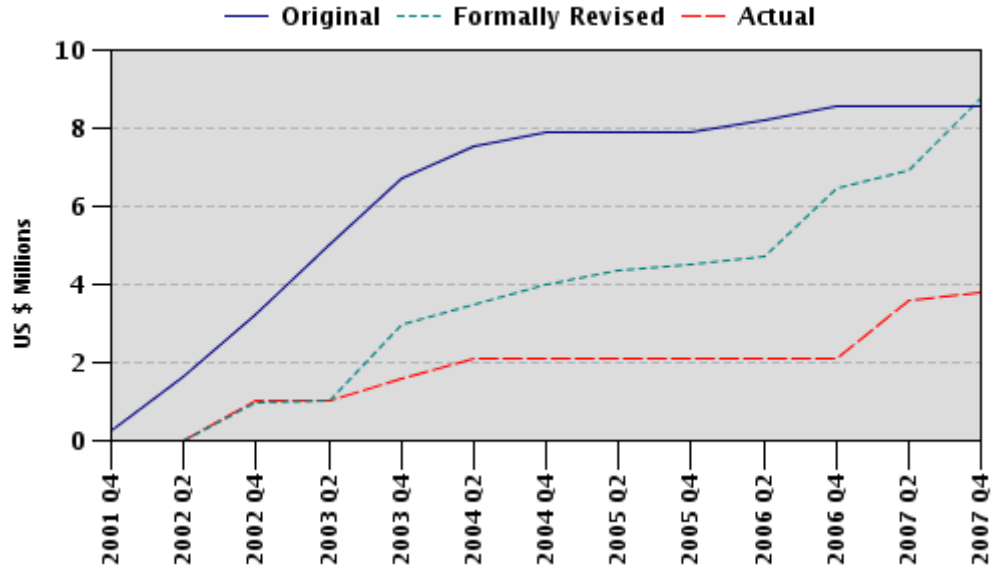
The project is making considerable progress. The component addressing the Fiscal Responsibility Law was closed after the successful development and distribution of software to help municipalities comply with Fiscal Responsibility Law requirements. Under the budget improvement component advances were made through training with emphasis on project evaluation methodologies. A series of large budget program prototype evaluation studies are underway or being processed as part of the institutional strengthening effort in the Ministry of Planning. Similarly, at Treasury, work continues on a comprehensive Debt Management system that could be a prototype for other client countries when completed. This work will require roughly five more years to complete and is expected to provide the Ministry with software and processes that should quickly recoup costs through improved management of Brazil's debt.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-46040	Effective	8.88	3.77	5.11	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Municipal Pension Reform TAL (P074777)

Country: Brazil

Board Approval Date : 07/25/2002

Midterm Review Date : 11/30/2004

Closing Date : 11/30/2008

Loan/Credit/Grant Number : IBRD-46730

Sector(s): Compulsory pension and unemployment insurance(100%)

Theme(s): Other economic management(P), Municipal finance(P), Public expenditure, financial management and procurement(P)

Project Development Objectives:

The objective is to upgrade pension management among 28 key municipalities that will also serve as prototypes for replicating institutional reforms at the municipal level throughout Brazil.

Progress toward achieving development objective(s):

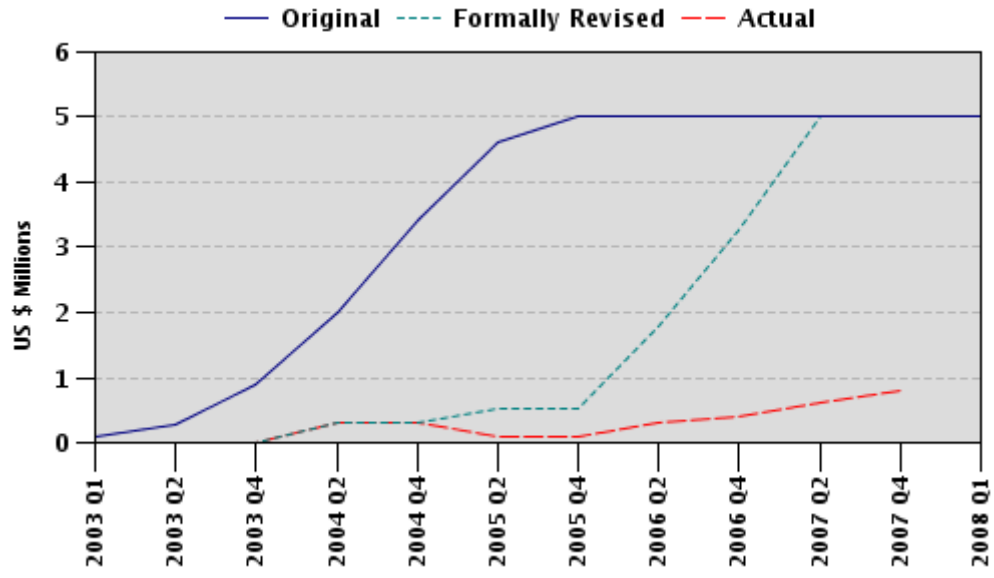
Implementation was delayed over two years due to November 2004 elections and changes in procurement methodologies for large contracts. A two-year extension was consequently requested and approved and the closing date is now November 30, 2008. Procurement processes are now advancing quickly including large contracts for hardware, software development pertaining to a new Government system to record and evaluate individual pension obligations, related training and a large \$4m effort to upgrade pension registers in the targeted municipalities. The register upgrade is expected to generate large savings. This project applies highly successful State Pension Reform Loan initiatives to municipalities. Important institutional and fiscal gains should also result when actuarial and fiscal diagnostics are completed in the municipalities.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-46730	Effective	5.00	0.80	4.20	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): GEF-Rio de Janeiro Sust IEM in Prod Landscapes (P075379)

Country: Brazil

Board Approval Date : 05/31/2005

Closing Date : 11/30/2010

Loan/Credit/Grant Number : MULT-54999, MULT-50643

Sector(s): General agriculture, fishing and forestry sector(80%), Other social services(10%), Sub-national government administration(10%)

Theme(s): Other environment and natural resources management(P), Participation and civic engagement(P), Biodiversity(P), Land administration and management(P), Climate change(P)

Project Development Objectives:

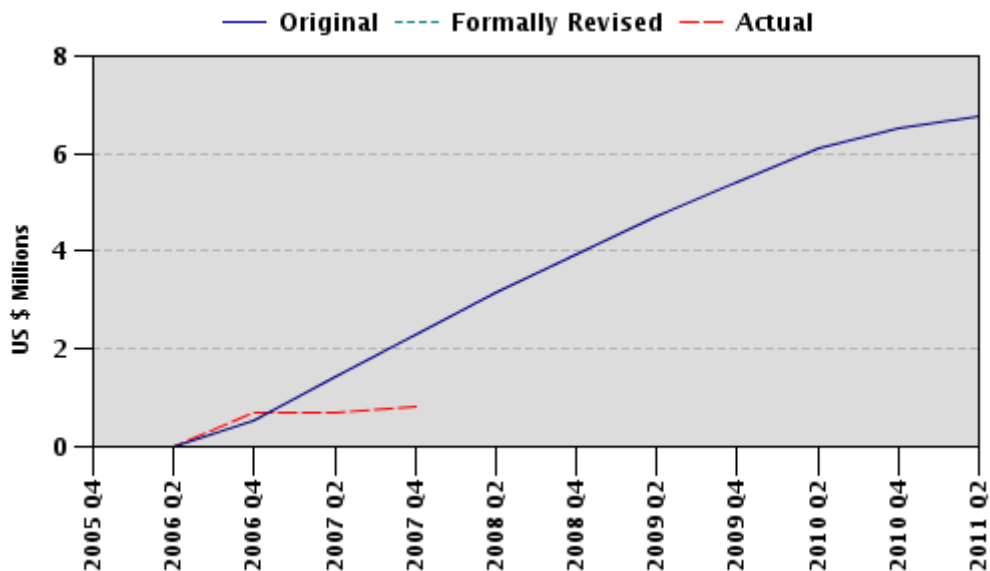
The objective is to promote an integrated ecosystem management approach to guide the development and implementation of sustainable land management practices in the North and Northwest regions of Rio de Janeiro State.

Progress toward achieving development objective(s):

Implementation progress has been somewhat slow but steady, because of the fundamental importance of good implementation of initial activities for good overall project performance. These critical base activities include capacity building, organization of stakeholders, and participatory planning exercises that will later lead to investments and results on the ground.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
MULT-54999	Effective	6.75	0.82	5.93	0.00
MULT-50643	Closed	0.27	0.11	0.00	0.15



Project Name (ID): Amapa Sustainable Communities (P076924)

Country: Brazil

Board Approval Date : 12/07/2004

Closing Date : 06/30/2009

Loan/Credit/Grant Number : IBRD-72650

Sector(s): Micro- and SME finance(40%), General agriculture, fishing and forestry sector(25%), General water, sanitation and flood protection sector(25%), Other social services(10%)

Theme(s): Other environment and natural resources management(P), Small and medium enterprise support(P), Rural services and infrastructure(P), Access to urban services and housing(P), Participation and civic engagement(S)

Project Development Objectives:

The objective is to develop Amazon-specific approaches to urban and rural poverty reduction which are environmentally sustainable, economically efficient and socially equitable.

Progress toward achieving development objective(s):

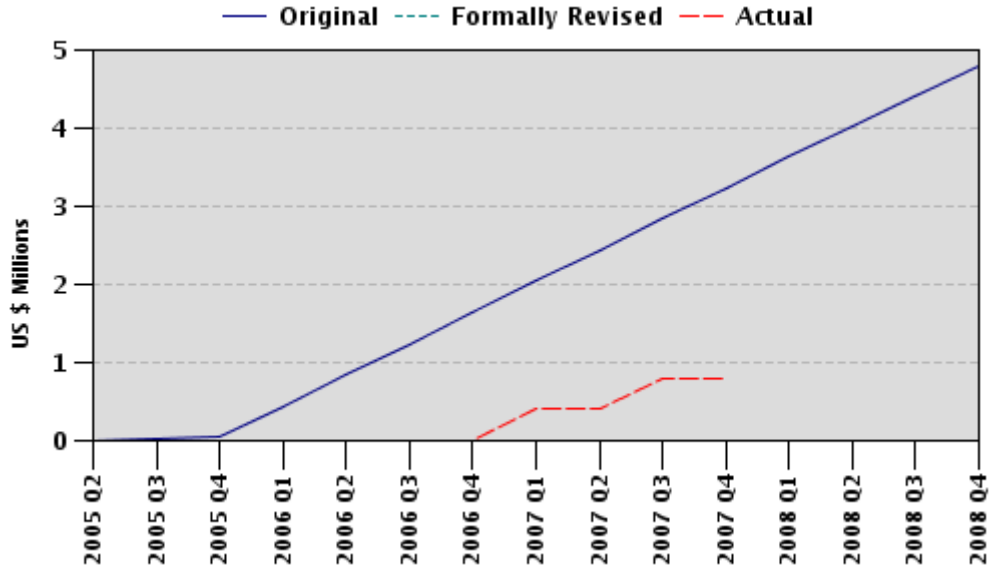
The project became effective on June 20, 2006. The first call for subprojects has been carried out and projects are being implemented. However, only 69 percent of the resources allocated for that activity were actually contracted as several of the approved projects were unable to provide key legal paperwork. The unused funds were added to the second call for proposal which was also carried out. Training on procurement, financial management and disbursement took place with the Bank's field office team. However, recent staff changes will require that Bank provide further training.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-72650	Effective	4.80	0.82	3.98	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Energy Sector TA Project (P076977)

Country: Brazil

Board Approval Date : 06/24/2003

Midterm Review Date : 02/27/2007

Closing Date : 12/31/2007

Loan/Credit/Grant Number : IBRD-47080

Sector(s): General energy sector(100%)

Theme(s): Regulation and competition policy(P), Other environment and natural resources management(S), Other public sector governance(S)

Project Development Objectives:

The objective is to help ensure the sustainable implementation of the Government's continuing energy sector reform program through studies and capacity building activities.

Progress toward achieving development objective(s):

Progress toward achieving development objective(s):

The project has regained momentum as the Ministry of Mines and Energy (MME) clearly acknowledges its value. The quality and quantity of recent and ongoing activities are an indication that the project is moving in the right direction towards the achievement of its development objectives. While some activities differ from those proposed at appraisal the project objectives remain appropriate. Therefore, a mid-term review mission concluded that there was no need for restructuring. Project commitments as of March 2007 amounted \$3.62 million. According to the procurement plan that is being executed, expected disbursements by the end of December 2007 would be in the order of \$5.5 million. Given the progress achieved by the project since early 2006, the Government is interested in requesting an extension of the closing date in 18 to 24 months.

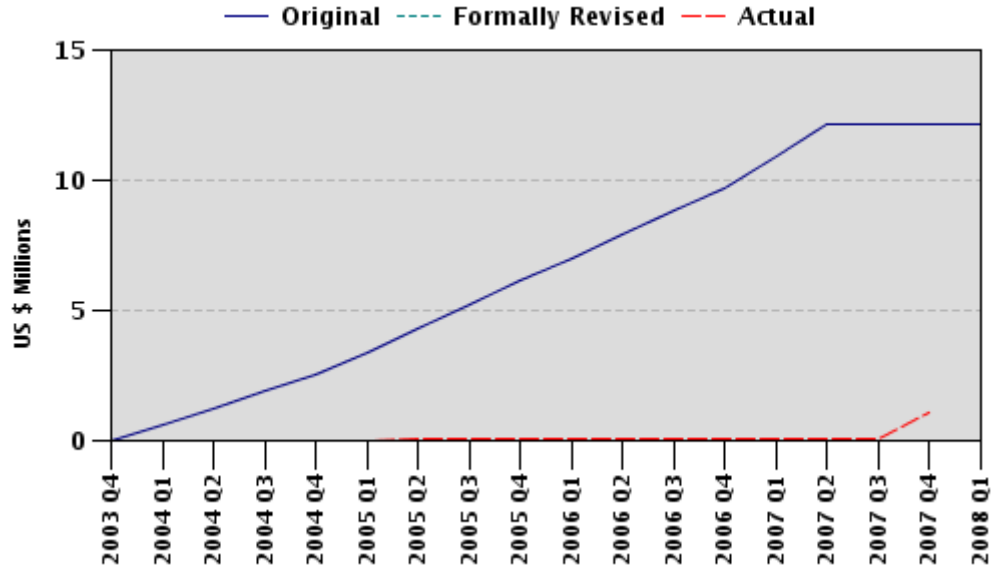
Current achievements include: (a) a set of technical and economic studies on the Rio Madeira hydro project; (b) an Executive Information System for the MME; (c) Restructuring and modernization of the Natural Resources Production Unit (DNPM); (d) an analysis of environmental regulations in Brazil.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-47080	Effective	12.12	1.11	11.01	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): AIDS and STD Control 3 (P080400)

Country: Brazil

Board Approval Date : 06/26/2003

Midterm Review Date : 11/07/2005

Closing Date : 12/31/2007

Loan/Credit/Grant Number : IBRD-47130

Sector(s): Health(100%)

Theme(s): HIV/AIDS(P)

Project Development Objectives:

The objectives are to reduce the incidence of Sexually Transmitted Diseases and HIV and improve the quality of life for people living with HIV/AIDS.

Progress toward achieving development objective(s):

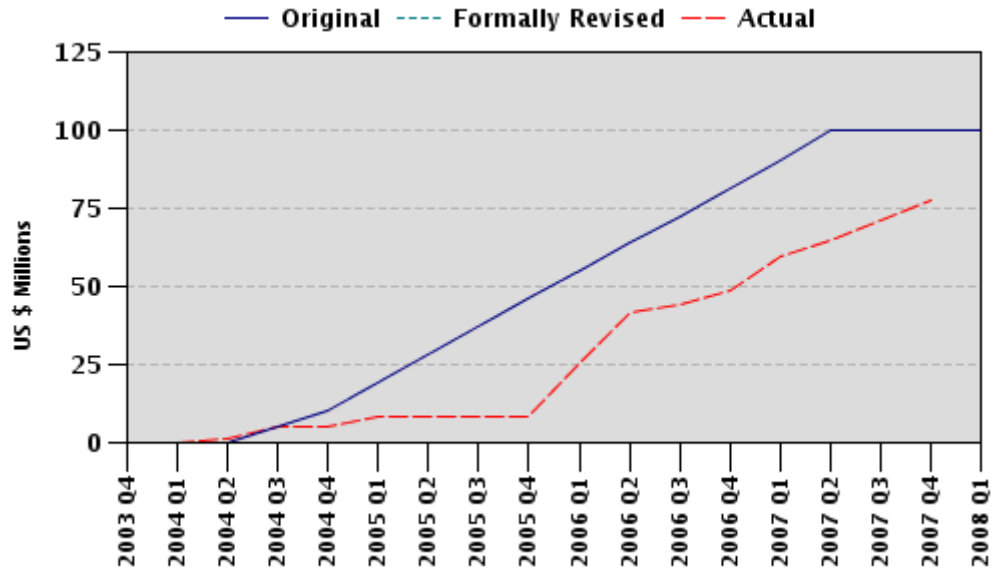
The National AIDS Program (NAP) has had a significant impact on the epidemic and quality of life of people living with HIV/AIDS in Brazil. The AIDS III Project continues the efforts of previous projects, and has contributed so far to consolidate program decentralization and integration into primary health care. Program decentralization is contributing to increase equity on health. The Project provides incentives to states and municipalities to focus on prevention and treatment of HIV/AIDS. Action Plans including targets were developed by 26 States and the Federal District and 439 municipalities, covering 96 percent of AIDS cases. The project is financing about half of all civil society subprojects financed by the NAP (700 out of 1,500) to work with vulnerable groups at the community level. Municipalities and states have access to preventive supplies such as condoms (including female condoms, although still limited) and gel. It has also helped to develop technologies that allow for more efficient and decentralized action against the epidemic. Subprojects for the development of a vaccine, microbicides and diagnostic kits are being developed. Finally, the project has fully established MONITOR-AIDS to monitor, evaluate, and report on program and project results, and efforts are being made to update data for most project indicators by the Project's Closing Date.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-47130	Effective	100.00	77.39	22.61	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Maranhao Integrated Rural Development (P080830)

Country: Brazil

Board Approval Date : 05/18/2004

Closing Date : 12/31/2008

Loan/Credit/Grant Number : IBRD-47350

Sector(s): Primary education(30%), Health(30%), General agriculture, fishing and forestry sector(30%), Sub-national government administration(7%), Other social services(3%)

Theme(s): Participation and civic engagement(P), Rural services and infrastructure(P), Municipal governance and institution building(S)

Project Development Objectives:

The objective is to contribute to improve the State's Human Development Index (HDI) from 0.647 to 0.700 by end-Project by: (a) financing demand-driven investments in income generation, health, education and environmental management; (b) supporting cross-sector integration of local and municipal development actions; (c) strengthening state level results-based management; and (d) strengthening municipal governance through participation of community associations and participatory Municipal Councils in decisions directly affecting rural living conditions.

Progress toward achieving development objective(s):

Project implementation is satisfactory. Project investment activities have been reinitiated following suspension during settle-in period of state administration. During the first semester 2007 the State Technical Unit (NEPE) has focused on field supervision, meetings with community leaders, project methodology and operational procedures. Field visits to Project-financed schools, water supply, housing improvements, electricity and vegetable farming confirmed that they were completed, operating normally and visibly benefiting communities. Financed subprojects are in line with DO to improve the State's Human Development Index (HDI). To date, the project has financed about 280 community subprojects benefiting about 15,000 families in 70 municipalities; 51 percent are productive, job and income-generating investments; 36 percent health/sanitation and 13 percent support education. Disbursements are \$7.0 millions, or 23 percent of the loan (\$30.0 million), an acceptable performance given the hiatus associated with incoming administration. Disbursements are expected to accelerate through end -2007. During a supervision mission in April 2007, the new State Governor declared the project a top priority and called for a strategy to concentrate actions in specific regions of state, integrate with other state/federal programs, and put major efforts into productive subprojects. The mission supported this approach as long as it aligns with project objectives and established participatory methodology, as reflected in the Project Operational Manual. The Annual Operating Plan for 2007 envisages financing of 350 community subprojects. To date, about 970 community proposals have been registered in the Project MIS, of which about 400 are expected to be released soon.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/	Status	Amount	Disbursed	Undisbursed	Cancellation
--------------	--------	--------	-----------	-------------	--------------



Project Name (ID): Bahia Poor Urban Areas Integrated Development (P081436)

Country: Brazil

Board Approval Date : 12/06/2005

Closing Date : 01/31/2011

Loan/Credit/Grant Number : IBRD-73440, JPN-52117

Sector(s): Other social services(25%), General water, sanitation and flood protection sector(23%), Roads and highways(23%), Housing construction(20%), Sub-national government administration(9%)

Theme(s): Access to urban services and housing(P), Other urban development(S), Land administration and management(S), Improving labor markets(S), Other social protection and risk management(S)

Project Development Objectives:

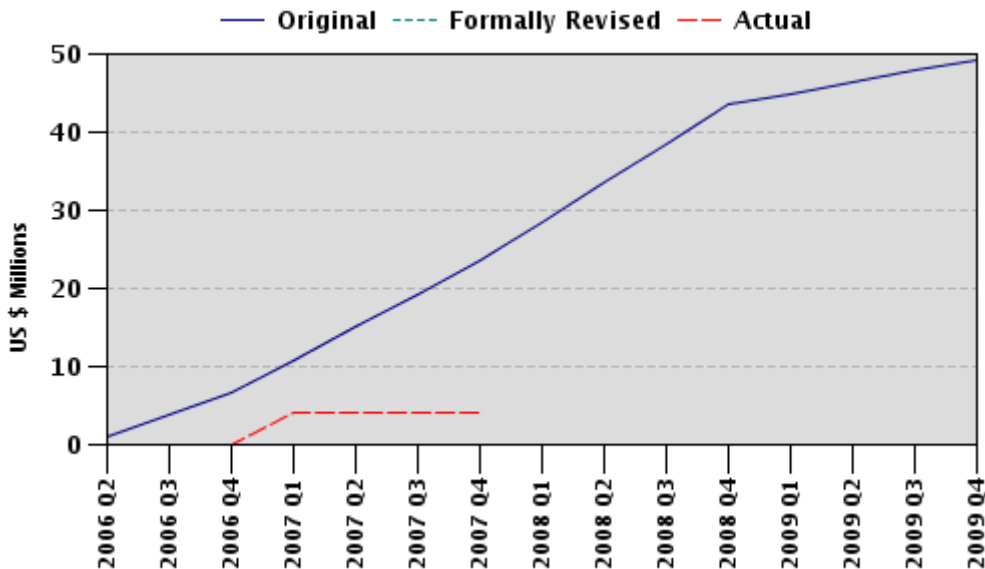
The objective is to reduce urban poverty in a sustainable manner, targeting the poorest and most vulnerable sections of Salvador and strategic cities of the State of Bahia to improve access to basic services, and provide better housing and social support services.

Progress toward achieving development objective(s):

Disbursements have slowed down considerably since January 2007 due to the change in State Government and the learning curve of the new project team. The Bank team is confident that the new government is committed to the project development objectives and this should allow the project to get back on track.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-73440	Effective	49.30	3.96	45.34	0.00
JPN-52117	Closed	0.99	0.99	0.00	0.00



Project Name (ID): Ceara Multisector Social Inclusive Development (P082142)

Country: Brazil

Board Approval Date : 07/12/2005

Midterm Review Date : 11/25/2006

Closing Date : 12/31/2007

Loan/Credit/Grant Number : IBRD-73210

Sector(s): General public administration sector(35%), General water, sanitation and flood protection sector(24%), Health(20%), Other social services(11%), General education sector(10%)

Theme(s): Public expenditure, financial management and procurement(P), Managing for development results(P), Biodiversity(S), Health system performance(S), Education for all(S)

Project Development Objectives:

The objective is to strengthen social inclusion in the State of Ceara while preserving fiscal sustainability.

Progress toward achieving development objective(s):

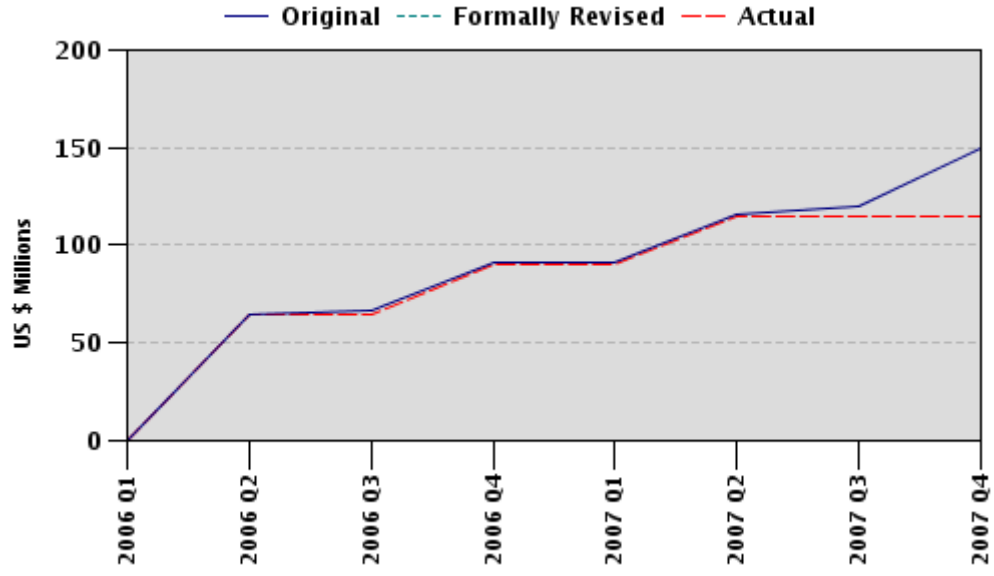
Despite elections, the fourth disbursement was successfully completed including several waivers pertaining to technical issues that the State is adequately addressing. Supporting evidence for the fifth and final disbursement of about \$30 million will be presented within 1-2 months. Most of the sector indicators and investment targets have been met. Consequently there has been considerable progress towards the project's objectives. The newly elected Government is supporting the operation including its emphasis on results based management. As a consequence, most of the second APL triggers have been met and work on preparation of the second loan is being launched. The multi-sector Ceara SWAp model is also being discussed with other potential Brazilian state borrowers.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-73210	Effective	149.75	114.66	35.09	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Integ.Munic. Proj.- Betim Municipality (P082328)

Country: Brazil

Board Approval Date : 07/01/2004

Midterm Review Date : 11/21/2006

Closing Date : 06/30/2009

Loan/Credit/Grant Number : IBRD-72460

Sector(s): Sewerage(40%), Other social services(30%), General agriculture, fishing and forestry sector(15%), Sub-national government administration(15%)

Theme(s): Pollution management and environmental health(P), Access to urban services and housing(P), Environmental policies and institutions(S), Other urban development(S), Social safety nets(S)

Project Development Objectives:

The objectives are to improve the municipality's urban environmental infrastructure and social services in Betim river basin, and to strengthen municipal governance, regulatory policy, and institutional capacity.

Progress toward achieving development objective(s):

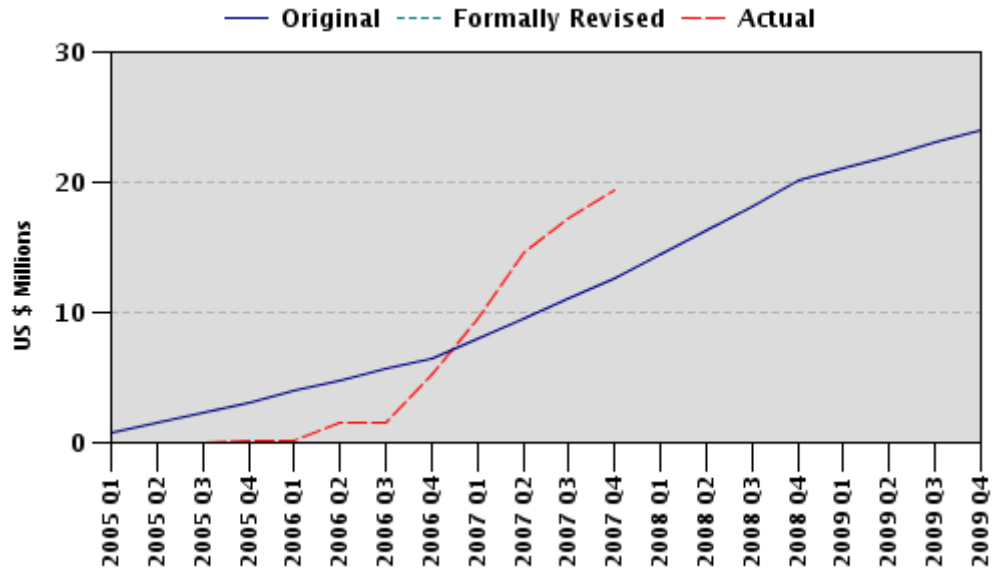
Project implementation is progressing very well. Approximately 90 percent of the loan amount is already committed through signed contracts under execution and the bidding for the construction of a sewage treatment plant is in process. Both the civil works and policy components are being executed, including the construction of sewer interceptors; paving and drainage in different areas of the city; work on water reservoirs and parks; civil works contract for a housing project; and consulting services to improve municipal governance, regulatory policy, and institutional strengthening.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-72460	Effective	24.08	19.43	4.64	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): HD Technical Assistance Loan (P082523)

Country: Brazil

Board Approval Date : 07/28/2005

Closing Date : 12/31/2009

Loan/Credit/Grant Number : IBRD-73240

Sector(s): Central government administration(85%), Sub-national government administration(10%), Health(5%)

Theme(s): Managing for development results(P), Poverty strategy, analysis and monitoring(P), Health system performance(S), Administrative and civil service reform(S)

Project Development Objectives:

The objective is to develop Government's institutional capacity to monitor the progress and impact of its social policies as a step towards institutionalizing performance-based management.

Progress toward achieving development objective(s):

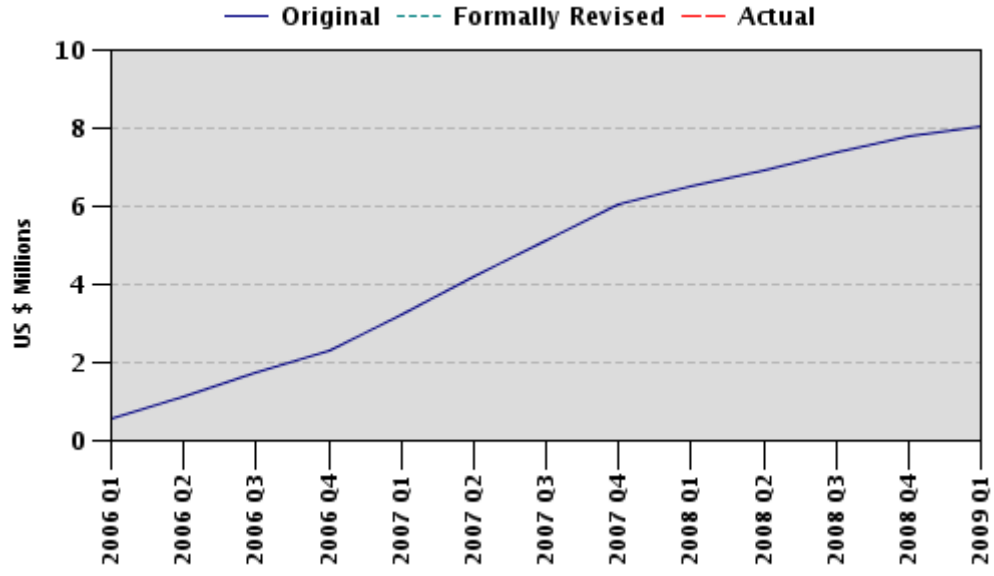
The project became effective only eight months ago. Component 1 (implemented by IBGE, the Brazilian Institute of Geography and Statistics) and Component 3 (implemented by MEC, the Ministry of Education) are making progress towards achieving their development objectives. IBGE is preparing to start the second household expenditure survey (POF, Pesquisa de Orcamento Familiar) in October, and MEC already selected 14 programs to be monitored and evaluated under the Project, and also entered in agreement with IBGE to include 96 additional education questions in the new questionnaire for the 2007 national surveys (PNAD, Pesquisa Nacional por amostra de Domicilio). There has been no progress under Component 3, which is measured by the Ministry of Health (MoH). Following the changes in the key staff of MoH, there was internal question as to which Department would best implement this component. We are awaiting definition of this institutional issue. No disbursements are expected before December, 2007, since IBGE is still processing the contracts for IT equipment acquisition, and the first expenses with POF will occur October.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-73240	Effective	8.00	0.02	7.98	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): APL 1 Para Integrated Rural Development (P082651)

Country: Brazil

Board Approval Date : 12/12/2006

Closing Date : 06/30/2013

Loan/Credit/Grant Number : JPN-53131, IBRD-74140

Sector(s): Sub-national government administration(39%), General agriculture, fishing and forestry sector(27%), General industry and trade sector(19%), Water supply(8%), Roads and highways(7%)

Theme(s): Environmental policies and institutions(P), Land administration and management(P), Rural non-farm income generation(P), Rural markets(S), Rural services and infrastructure(S)

Project Development Objectives:

The objective is to build conditions in which the rural poor of Para can increase their incomes in a sustainable and secure environment.

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 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
JPN-53131	Closed	0.70	0.70	0.00	0.00
IBRD-74140	Not Effective	60.00	0.00	60.00	0.00



Project Name (ID): Disease Surveillance and Control APL 2 (P083013)

Country: Brazil

Board Approval Date : 05/18/2004

Midterm Review Date : 04/13/2007

Closing Date : 12/31/2008

Loan/Credit/Grant Number : IBRD-72270

Sector(s): Health(57%), Central government administration(31%), Sub-national government administration(7%), Sanitation(3%), Other social services(2%)

Theme(s): Other communicable diseases(P), Indigenous peoples(P), Injuries and non-communicable diseases(P), Rural services and infrastructure(S), Health system performance(S)

Project Development Objectives:

The objectives are to: (a) reduce mortality and morbidity from communicable and non-communicable diseases and exposure to risk factors associated with ill health; and (b) improve the health outcomes of vulnerable groups, including indigenous populations and Quilombo communities.

Progress toward achieving development objective(s):

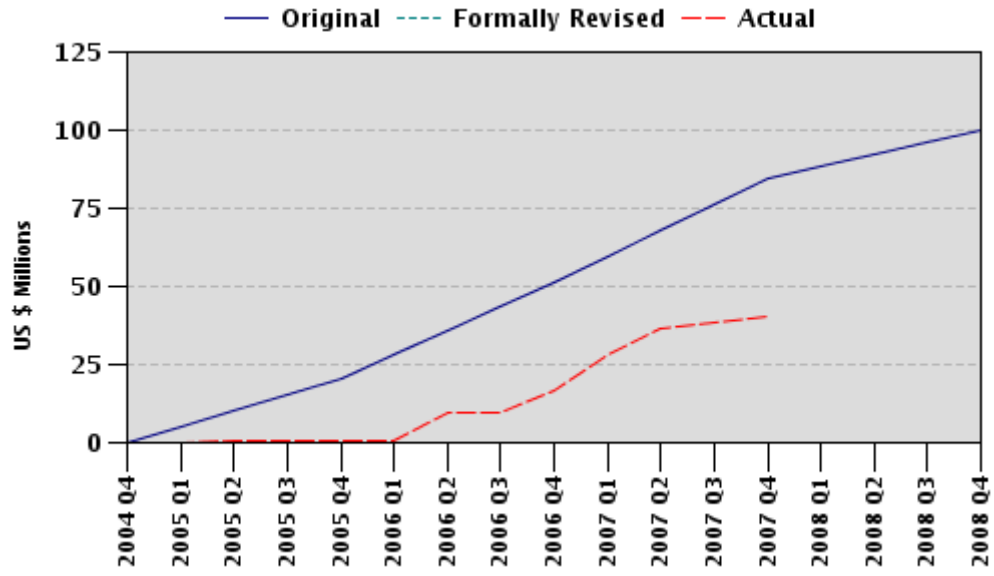
Although project implementation was affected by delays in effectiveness and approval of the federal budget, by mid-term end-of-project targets (vaccination) were already reached, including triggers for phase 3 (notification, number of municipalities using directly observed treatments). Overall Project implementation is progressing well, in particular, the successful implementation of the subcomponents on Non-Communicable Diseases and Environmental Health. The project has so far contributed to: (a) improving notification of communicable diseases, and decreasing the percentage of unknown causes of death (13 percent nationwide); (b) improving vaccination rates, surveillance of dengue, and treatment of tuberculosis; (c) increasing the focus on main causes of burden of disease: chronic diseases and injuries risk factor surveys are being carried-out, and activities focusing on diet, exercise and control of smoking; and (d) consolidating of surveillance decentralization. In addition, the project provides incentives to states and municipalities to focus on surveillance, and prevention and treatment of communicable diseases. Surveillance plans were approved for the Federal District and 26 state capital cities. Environmental health plans were developed. The Ministry of Health is carrying out an assessment and strengthening of its decentralized surveillance and disease prevention and control monitoring and evaluation system.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-72270	Effective	99.50	40.11	59.39	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): TA Sustainable and Equitable Growth (P083533)

Country: Brazil

Board Approval Date : 07/08/2004

Closing Date : 12/31/2008

Loan/Credit/Grant Number : IBRD-72530

Sector(s): Central government administration(50%), General transportation sector(25%), Law and justice(15%), General industry and trade sector(10%)

Theme(s): Regulation and competition policy(P), Trade facilitation and market access(P), Other financial and private sector development(P), Infrastructure services for private sector development(S), Legal institutions for a market economy(S)

Project Development Objectives:

This project is part of a technical assistance program, the overall objective of which is to assist the Government in implementing its economic growth program. This project together with the associated adjustment loan program contributes to the objectives of a sub-set of the government's growth program, and thus to sustainable and equitable economic growth, and to poverty reduction, by: (a) reducing logistic costs; (b) improving the business environment; (c) enhancing the efficiency and depth of the financial system; and (d) increasing innovation capacity.

Progress toward achieving development objective(s):

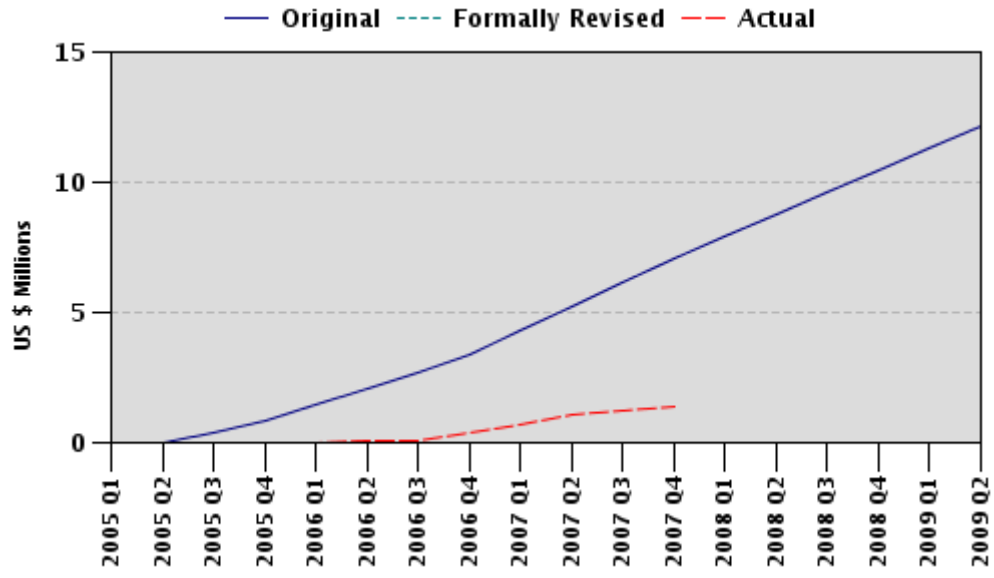
The project became effective at the end of FY06. Implementation had been slow, but the disbursement rate increased toward the end of FY07, and progress has been made toward achieving the development objectives.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-72530	Effective	12.12	1.44	10.68	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Espirito Santo Water and Coastal Pollution (P087711)

Country: Brazil

Board Approval Date : 07/01/2004

Closing Date : 09/30/2008

Loan/Credit/Grant Number : IBRD-72480

Sector(s): Sewerage(75%), Water supply(15%), Sub-national government administration(10%)

Theme(s): Access to urban services and housing(P), Pollution management and environmental health(P), Environmental policies and institutions(S), Other urban development(S)

Project Development Objectives:

The development objectives are to improve the efficiency of the State Water Company of Espirito Santo (CESAN) by supporting its efforts to operate on a commercial basis with financial self-sufficiency; increase the coverage level of water supply and basic sanitation services in the urban areas of Grande Vitoria, Guarapari and other towns located in the Santa Maria and Jucu river basins; provide appropriate water and sanitation infrastructure in low-income urban areas of Grande Vitoria and Guarapari; and strengthen environmental management capacity of the State Secretariat of the Environment and Natural Resources (SEAMA) and the Institute of Environment for the State (IEMA).

Progress toward achieving development objective(s):

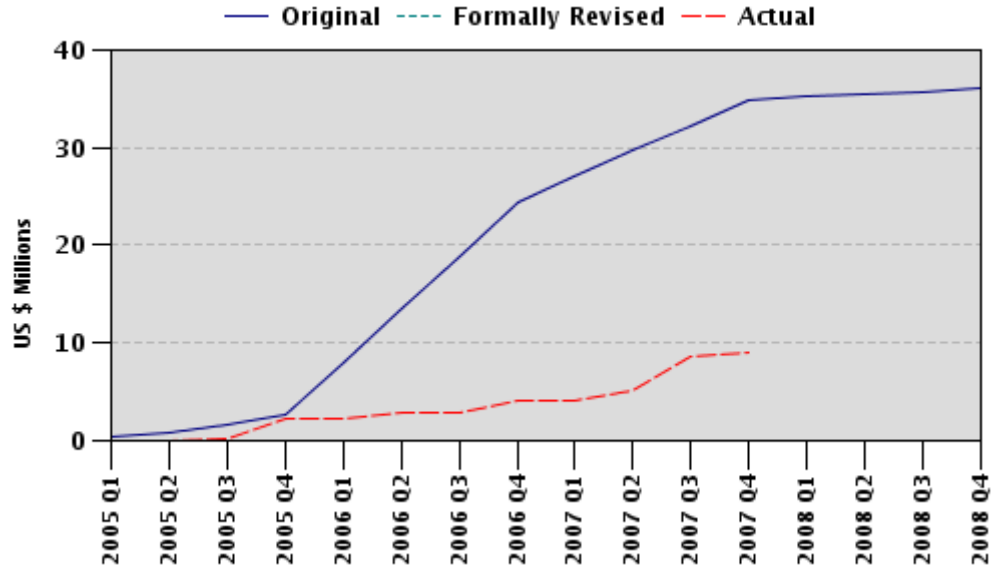
The project is progressing well towards achieving its development objectives: half of the agreed targets have been already achieved and CESAN's financial performance and quality of service keep improving. After seven consecutive years of financial deficits, the Company presents five successive years of positive financial results, and two years of distributing dividends to its shareholders. In CY06, total investments were twice the total investment made in the past four years. Other achievements include: (a) CESAN's definition and implementation of a Code of Ethics; (b) sustained effort to educate customers on the importance of social and environmental responsibility, including avoiding wasting water and connecting to sewage systems; (c) the definition and implementation of a results management program that recognizes good performance against agreed targets and award employees accordingly at the end of each year; (d) universalizing simultaneous reading and billing of customers; (e) increasing metering to 93 percent; and (f) reducing non paid water revenues to 8 percent.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-72480	Effective	36.00	9.15	26.85	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Bolsa Familia 1st APL (P087713)

Country: Brazil

Board Approval Date : 06/17/2004

Midterm Review Date : 06/30/2005

Closing Date : 12/30/2008

Loan/Credit/Grant Number : IBRD-72340

Sector(s): Other social services(97%), Central government administration(2%), Sub-national government administration(1%)

Theme(s): Social safety nets(P), Vulnerability assessment and monitoring(P), Poverty strategy, analysis and monitoring(P), Administrative and civil service reform(S)

Project Development Objectives:

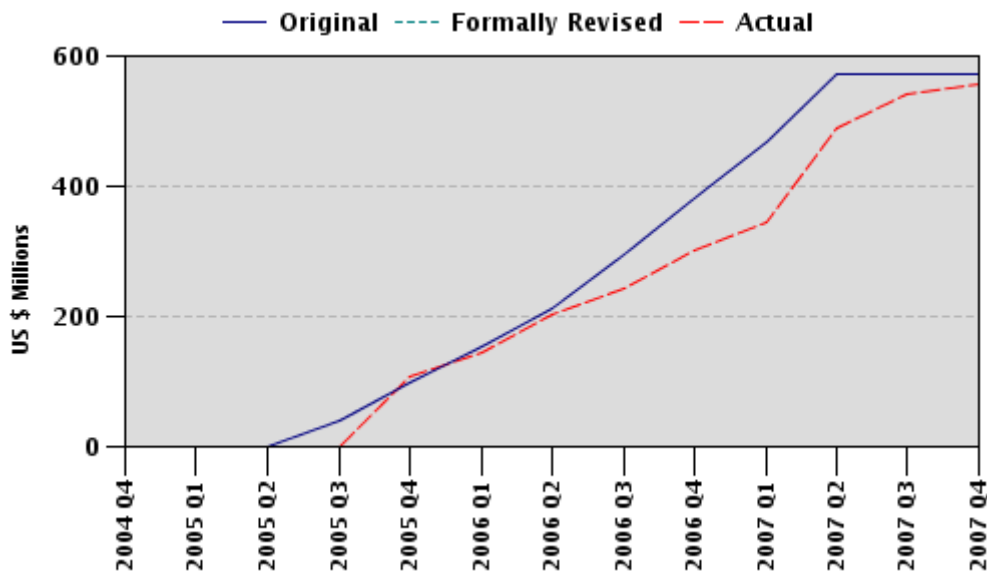
The objectives are to reduce poverty and inequality and promote human capital investments among poor families.

Progress toward achieving development objective(s):

The Bolsa Familia Program (BFP) has made significant progress towards achieving its development objectives. It met its universal coverage targets of 11.1 million poor families (over 45 million people) in June 2006. Survey data reveals strong targeting and suggests that the BFP has contributed to 20-25 percent of Brazil's recent and impressive fall in inequality. The program is now strengthening municipal-level management and monitoring.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-72340	Effective	572.20	557.70	11.64	2.86



Project Name (ID): GEF - Sao Paulo Riparian Forests (P088009)

Country: Brazil

Board Approval Date : 06/21/2005

Closing Date : 01/31/2010

Loan/Credit/Grant Number : MULT-55091

Sector(s): General agriculture, fishing and forestry sector(40%), Agricultural extension and research(20%), Sub-national government administration(20%), Other social services(10%), Forestry(10%)

Theme(s): Biodiversity(P), Environmental policies and institutions(P), Participation and civic engagement(P), Land administration and management(S), Water resource management(S)

Project Development Objectives:

The objective is to support long-term and large-scale restoration of riparian forests in the Cerrado and Atlantic Forest biomes.

Progress toward achieving development objective(s):

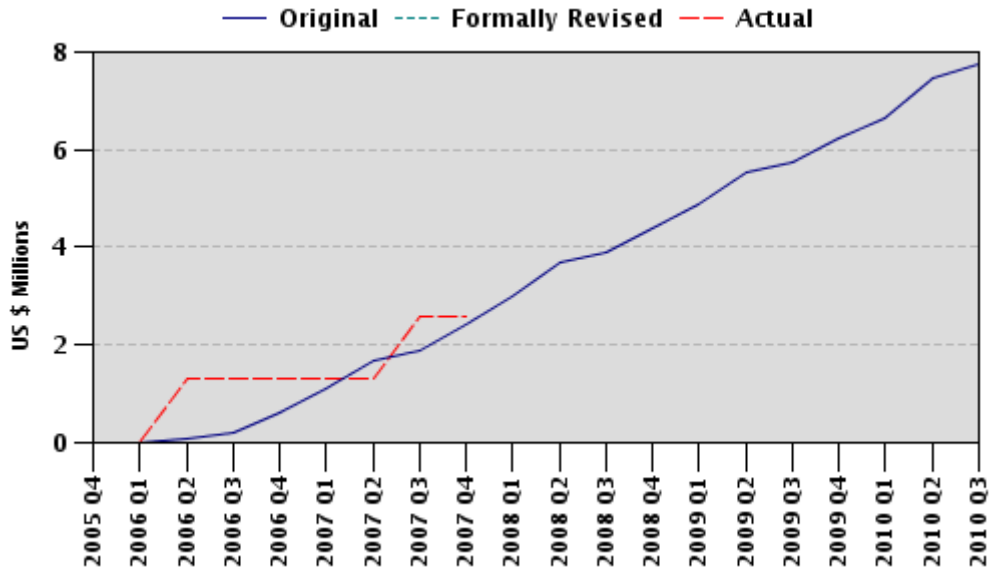
The project continues to be on track to successfully reach its development objectives. About nine of the 15 foreseen pilot microwatersheds have started on-the-ground implementation of sub-projects for rehabilitation of riparian areas. Several workshops on rehabilitation of degraded riparian forests have taken place, and a manual for farmers with technical guidelines for the rehabilitation of riparian forests was produced and disseminated. The project also sponsored several meetings and workshops on systems of payment for environmental services, and a pilot program of payment for water-related environmental services is under implementation in one microwatershed in partnership with the respective River Basin Committee, the National Water Agency, the State Secretariat of Agriculture, and The Nature Conservancy. Project activities geared to training and environmental education are underway, including the production and dissemination of a newsletter and of radio programs.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
MULT-55091	Effective	7.75	2.62	5.13	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Municipal APL1: Uberaba (P089011)

Country: Brazil

Board Approval Date : 03/21/2007

Closing Date : 12/31/2012

Loan/Credit/Grant Number : IBRD-74370, JPN-53756

Sector(s): Flood protection(41%), Sewerage(31%), Water supply(15%), Sub-national government administration(12%), Other social services(1%)

Theme(s): Pollution management and environmental health(P), Other urban development(P), Water resource management(S), Environmental policies and institutions(S), Access to urban services and housing(S)

Project Development Objectives:

The objective is to promote better living conditions for all residents in the municipality of Uberaba through the promotion of integrated urban sanitation, environmental preservation, and expanded parks, recreational and cultural opportunities. The project includes components in environmental sanitation; environmental and cultural preservation and recovery, and planning and management.

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 2007)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-74370	Not Effective	17.27	0.00	17.27	0.00
JPN-53756	Closed	0.50	0.47	0.00	0.03



Project Name (ID): Brasilia Environmentally Sustainable (P089440)

Country: Brazil

Board Approval Date : 08/25/2005

Closing Date : 03/31/2011

Loan/Credit/Grant Number : IBRD-73260

Sector(s): General water, sanitation and flood protection sector(70%), Sub-national government administration(25%), Central government administration(5%)

Theme(s): Pollution management and environmental health(P), Environmental policies and institutions(P), Other social development(S), Other urban development(S), Municipal governance and institution building(S)

Project Development Objectives:

The objective is to reduce regional inequalities and ensure quality of water resources in the Federal District and Brasilia Metropolitan Region through environmental planning and management activities, poverty reduction interventions and environmental rehabilitation in the most critical river basins.

Progress toward achieving development objective(s):

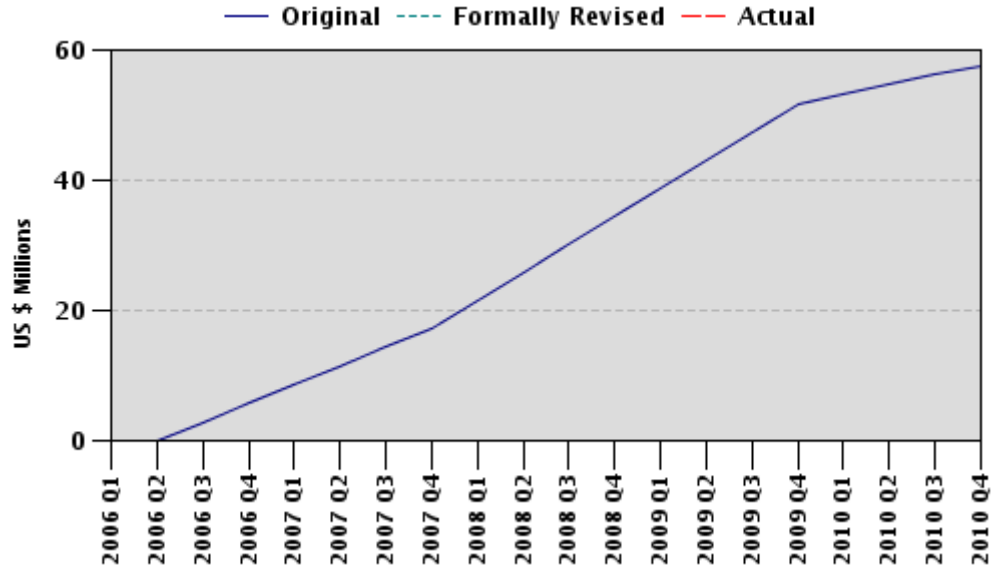
Initial implementation issues have been resolved and execution is now advancing well. A legal amendment was signed on May 21, 2007 to reflect the restructuring of the District Government. The Implementing Agency has been contracted, the Project Management Unit officially established and clear target dates for critical bidding processes have been put in place. Main achievements include: (a) environmental licensing approval; (b) initiation of the first bidding for civil works in the Vila Estrutural; and (c) increasing the involvement of civil society in Vila Estrutural planning.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-73260	Effective	57.64	0.14	57.50	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): State Pension Reform TAL II (P089793)

Country: Brazil

Board Approval Date : 02/13/2007

Closing Date : 06/30/2011

Loan/Credit/Grant Number : IBRD-74280

Sector(s): Sub-national government administration(65%), Central government administration(32%), Law and justice(3%)

Theme(s): Other public sector governance(P), Administrative and civil service reform(P), Social risk mitigation(S)

Project Development Objectives:

The objective is to improve State management of the Public Sector Pension System (RPPS) thereby significantly reducing unwarranted pension claims, improving financial sustainability, strengthening state and federal institutions, and building reform constituencies.

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 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-74280	Not Effective	5.00	0.00	5.00	0.00



Project Name (ID): Environmental Sustainable Agenda (P090041)

Country: Brazil

Board Approval Date : 09/15/2005

Closing Date : 04/30/2009

Loan/Credit/Grant Number : IBRD-73310

Sector(s): General public administration sector(55%), General energy sector(13%), General agriculture, fishing and forestry sector(13%), General water, sanitation and flood protection sector(13%), Banking(6%)

Theme(s): Environmental policies and institutions(P), Pollution management and environmental health(S), Biodiversity(S), Land administration and management(S), Water resource management(S)

Project Development Objectives:

The objective is to advance the pace of reforms on the environmental sustainability agenda.

Progress toward achieving development objective(s):

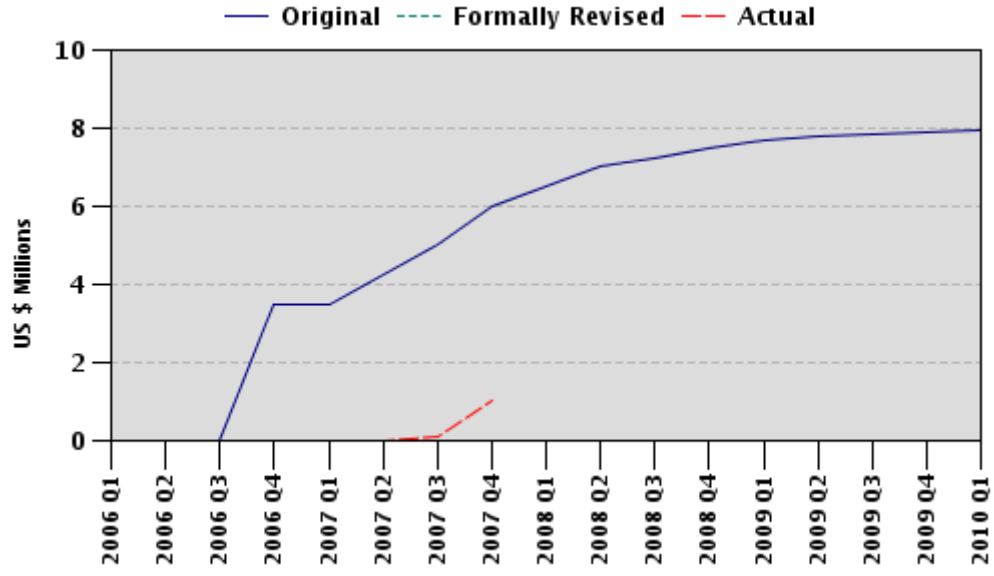
Although the use of the Bank's loan has been slow many key objectives of the Environmental Provincial Reform Loan (EnvPRL) and Environmental Technical Assistance Loan (EnvTAL) have been met, including but not limited to: (a) strengthening of the Environmental Management System through institutional strengthening of the Ministry of the Environment (MMA) and the Institute of Environmental and Natural Resources (IBAMA), creation of 26 Tripartite Commissions (EnvPRL Phase II), creation of the Chico Mendes Institute, creation of the National Forests Service, and strengthening and hiring of new staff for MMA; (b) Green Agenda - passing in Congress of the Mata Atlantica Law, launching of the Sustainable Cerrado Program, passing in Congress of the Management of Public Forests Law, and creation of three sustainable forest districts; (c) Brown Agenda - launching and implementation of the National Plan for the Prevention, Preparation and Fast Response to Environmental Emergencies due to Hazardous Chemical Substances (P2R2); and (d) Blue Agenda - approval, launching and implementation detailing of the National Water Resources Management Plan.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-73310	Effective	7.94	1.02	6.92	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Road Transport Project (P092990)

Country: Brazil

Board Approval Date : 06/06/2006

Closing Date : 06/30/2010

Loan/Credit/Grant Number : IBRD-73830

Sector(s): Roads and highways(77%), Central government administration(23%)

Theme(s): Export development and competitiveness(P), Administrative and civil service reform(P), Decentralization(S), Regulation and competition policy(S), Other financial and private sector development(S)

Project Development Objectives:

The objective is to enable greater economic growth by reducing transport logistics costs through (a) the rehabilitation and maintenance of the federal paved road network and (b) a comprehensive program of institutional improvements in the road administration area to ensure that these physical achievements are feasible and sustainable.

Progress toward achieving development objective(s):

The project was not effective before the close of the reporting period. However, some progress was made toward achievement of the development objectives since (a) civil works contracts generating eligible expenditures under the project are underway and (b) steps toward rationalizing road network management at the Federal level have been taken with the support of the Bank. Moreover, good progress has been achieved in the technical assistance component supporting the Ministry of Finance, as well as in advancing dialogue between the Bank and the inter-ministerial working group.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-73830	Not Effective	501.25	0.00	501.25	0.00



Project Name (ID): Bahia State Integ Project Rural Poverty (P093787)

Country: Brazil

Board Approval Date : 09/01/2005

Closing Date : 07/31/2010

Loan/Credit/Grant Number : IBRD-73270

Sector(s): General agriculture, fishing and forestry sector(36%), Sub-national government administration(18%), Other social services(18%), Power(16%), Water supply(12%)

Theme(s): Participation and civic engagement(P), Rural services and infrastructure(P), Municipal governance and institution building(S), Indigenous peoples(S)

Project Development Objectives:

The main objective is to increase social and economic opportunities for the rural poor by: improving access to basic socio-economic infrastructure, thereby increasing the State's Human Development Index (HDI); fostering and strengthening cross-sector integration of programs; scaling up poverty impact by using the social capital and skills of participatory Municipal Councils and community associations to improve relevance, targeting and effectiveness of non-project state and federal investments in rural Bahia.

Progress toward achieving development objective(s):

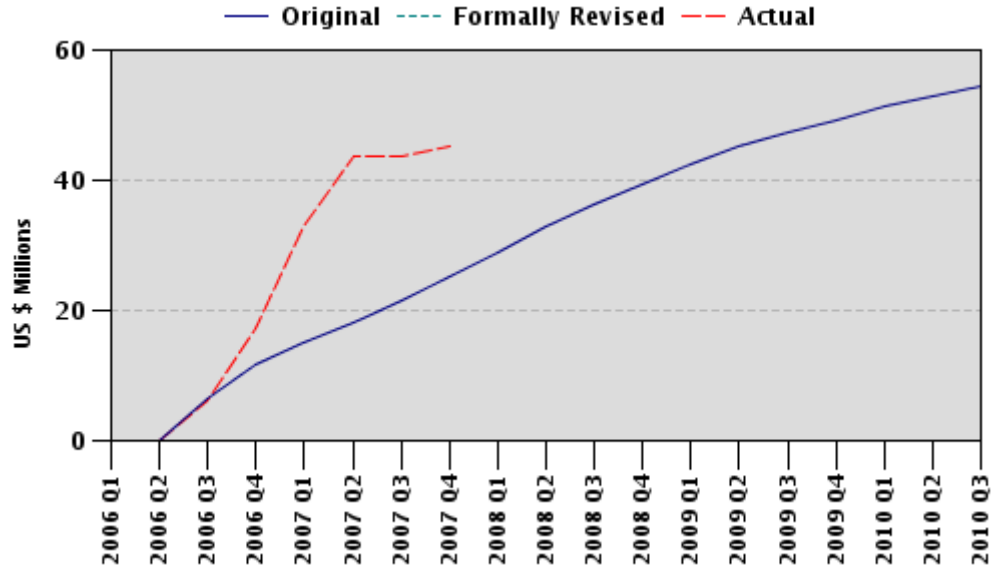
The project became effective on February 9, 2006. By end-June 2007, the project had financed 1,238 subprojects, with another 1,544 subprojects at various stages of processing, totaling 2,782 investments (compared to an overall target of 2,500 by planned Closing, end-July 2010). Disbursements are rapid with ample State counterpart funds. The planned four-year project has already disbursed \$43.73 million, or 80 percent of the \$54.35 million. The commitment of the new State Government to project objectives and the decentralized, participatory methodology is very strong. Given results on the ground, the State Government has expressed interest in an Additional Financing operation for \$45 million to finance additional subprojects already in the pipeline given rapid disbursement of ongoing operation, continuing strong community demand and existing network of 7,000 community associations and 349 participatory Municipal Councils.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-73270	Effective	54.35	45.23	9.12	0.00



Status of Projects in Execution - FY07
LATIN AMERICA AND THE CARIBBEAN REGION



Project Name (ID): Bahia Integr.Highway Management (P095460)

Country: Brazil

Board Approval Date : 11/14/2006

Closing Date : 09/30/2013

Loan/Credit/Grant Number : IBRD-74110

Sector(s): Roads and highways(87%), Sub-national government administration(10%), General agriculture, fishing and forestry sector(3%)

Theme(s): Infrastructure services for private sector development(P), Trade facilitation and market access(S), Regulation and competition policy(S), Municipal governance and institution building(S)

Project Development Objectives:

The project's objective is to increase effective use of the state road infrastructure, with an aim at stimulating higher economic growth and greater integration, through (a) rehabilitation and maintenance of key sections of the state paved road network and (b) support to a set of key institutional improvements in the road sector.

Progress toward achieving development objective(s):

The project was not effective before the close of the reporting period. The project was approved by the Board on November 14, 2006, and preparation for loan and guarantee agreement signature is ongoing. Additionally, a number of initial activities are underway, such as finalization of the bidding documents for the preparation of engineering designs, revision of the terms of reference for technical assistance to the project coordination unit and the environmental department, and preparation of an action plan to improve and expand the information systems within the Department of Infrastructure and Transport (DERBA). Consequently, though the project was not yet effective at the end of June 2007, progress toward the achievement of the development objective is good.

Lending Information/Disbursement Summary (USD millions, as of June 30 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-74110	Not Effective	100.00	0.00	100.00	0.00



Project Name (ID): 2nd Programmatic Sustainable and Equitable Growth (P095675)

Country: Brazil

Board Approval Date : 06/06/2006

Closing Date : 12/31/2007

Loan/Credit/Grant Number : IBRD-73860

Sector(s): General transportation sector(26%), Other domestic and international trade(24%), General finance sector(22%), Law and justice(20%), Central government administration(8%)

Theme(s): Infrastructure services for private sector development(P), Trade facilitation and market access(P), Regulation and competition policy(S), Standards and financial reporting(S), Technology diffusion(S)

Project Development Objectives:

The objective is to support sustainable and equitable economic growth in Brazil, thus increasing employment and reducing poverty.

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 2007)

Loan/Credit/ Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IBRD-73860	Not Effective	601.51	0.00	601.51	0.00

