

STATUS OF PROJECTS IN EXECUTION – FY08

EUROPE AND CENTRAL ASIA REGION

COUNTRY: BOSNIA AND HERZEGOVINA

**Operations Policy and Country Services
October 11, 2008**



Introduction

The Status of Projects in Execution (SOPE) Report for FY08 provides information on all IBRD/IDA projects that were active as of June 30, 2008. For the first time, the SOPE report will include recipient-executed projects (over US\$ 5 million). 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 FY08 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.
- Graphs of original estimates for some recipient-executed projects might not exist since they are not required in the project document.
- 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.

Project Name (ID): SM SC COM AGRIC (P055434)

Country: Bosnia and Herzegovina

Board Approval Date: 03/25/2003

Midterm Review Date: 05/12/2006

Closing Date: 12/31/2009

Loan/Credit/Grant Number: TF-26807, IDA-37420

Sector(s): Agro-industry (29%), Irrigation and drainage (25%), Agricultural marketing and trade (17%), Crops (15%), Agricultural extension and research (14%)

Theme(s): Rural markets (P), Rural non-farm income generation (P), Rural policies and institutions (P), Rural services and infrastructure (P), Export development and competitiveness (P)

Project Development Objectives:

The project development objective is to develop private, market-integrated commercial agriculture in selected low income, high potential areas of southern Bosnia and Herzegovina.

Progress toward achieving development objective(s):

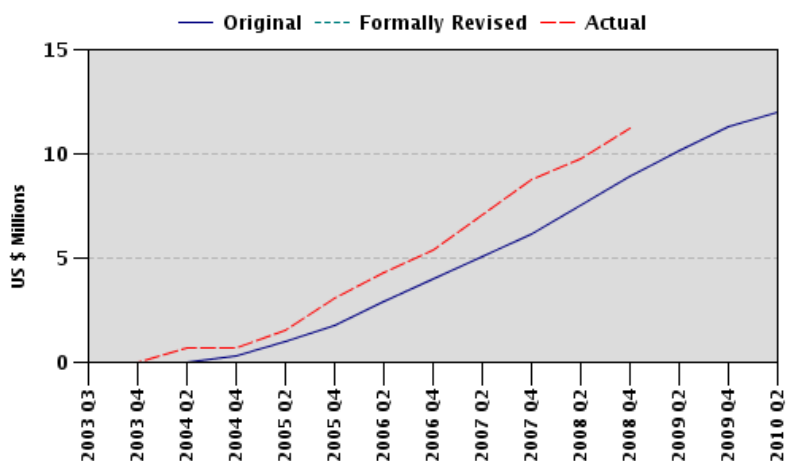
Linkages between farmers and markets are beginning to emerge and several activities under the project were either catalysts or have been strengthening these links.

Demand for the project's irrigation and water supply activities remains very high. Villagers claim that the supply of drinking water and small scale irrigation is making the difference between the young generation leaving, or remaining in the villages to farm.

The credit activities have played a key role in turning famers into better educated borrowers, and banks have re-discovered agriculture and agro-processing as a viable sector for lending. Repayment rates have been consistently high at over 98% so far.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2008)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
TF-26807	Closed	0.30	0.30	0.00	0.00
IDA-37420	Effective	14.14	11.20	2.04	0.00



Project Name (ID): SOLID WASTE MGMT (P057950)

Country: Bosnia and Herzegovina

Board Approval Date: 06/20/2002

Midterm Review Date: 10/01/2007

Closing Date: 11/30/2009

Loan/Credit/Grant Number: TF-26259, TF-25583, IDA-36720, IDA-36721

Sector(s): Solid waste management (97%), Central government administration (3%)

Theme(s): Pollution management and environmental health (P), Other urban development (P), Other financial and private sector development (S), State enterprise/bank restructuring and privatization (S)

Project Development Objectives:

The objectives are to: (a) increase the quality, availability and financial sustainability of solid-waste services in participating areas; (b) increase administrative and technical capacity for solid waste management at the local and Entity level; (c) improve the cost recovery mechanism of the sector to encourage private sector involvement; and (d) correct environmental problems and reduce health hazards caused by inadequate waste collection and disposal systems.

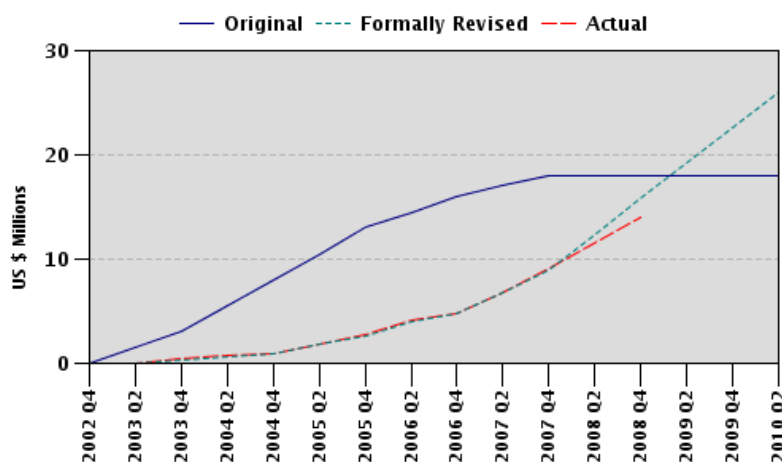
Progress toward achieving development objective(s):

The project is making progress towards achieving its development objectives. The Inter-Municipal Utilities that manage and operate the project landfill sites have each formed an Inter-Municipal Board to ensure that each utility is capable of contracting, monitoring and supervising efficient and effective operations, achieving self-financing, regulating uncontrolled dumping by others within its respective area of operation, and meeting environmental standards established for waste management operations by Entity and/or Cantonal environmental authorities. Monitoring and information sharing between municipalities, which are among the most challenging aspects in such arrangements are being managed well by the respective boards. Rehabilitation of the landfills has been completed in three regions, and is expected to be completed in the fourth region by the end of 2008. Business plans for 2008 have been prepared in three regions and two more are under preparation. A total number of 145 wild dump sites has been cleaned and closed in two regions. Local awareness campaigns are still ongoing.

A follow up project, the Second Solid Waste Management Project is under preparation. The second project will build upon the successful design of the first project and will invest in six more regions.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2008)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
TF-26259	Closed	0.42	0.42	0.00	0.01
TF-25583	Closed	0.48	0.48	0.00	0.00
IDA-36720	Effective	22.59	13.80	8.19	0.00
IDA-36721	Effective	8.38	0.23	8.16	0.00



Project Name (ID): COMM DEVT (P070995)

Country: Bosnia and Herzegovina

Board Approval Date: 06/26/2001

Midterm Review Date: 04/17/2004

Closing Date: 08/31/2009

Loan/Credit/Grant Number: IDA-35380, IDA-35381

Sector(s): General water, sanitation and flood protection sector (25%), Primary education (25%), Other social services (21%), Roads and highways (15%), Sub-national government administration (14%)

Theme(s): Conflict prevention and post-conflict reconstruction (P), Social safety nets (P), Rural services and infrastructure (P), Participation and civic engagement (P), Municipal governance and institution building (S)

Project Development Objectives:

The objectives are to: (a) improve basic services and facilities for low-income and poor communities in under-served municipalities; and (b) improve governance and capacity of local governments to deliver services to the poor through better partnerships with poor communities in investment identification and decision making.

The project was restructured, or received Additional Financing during FY 08

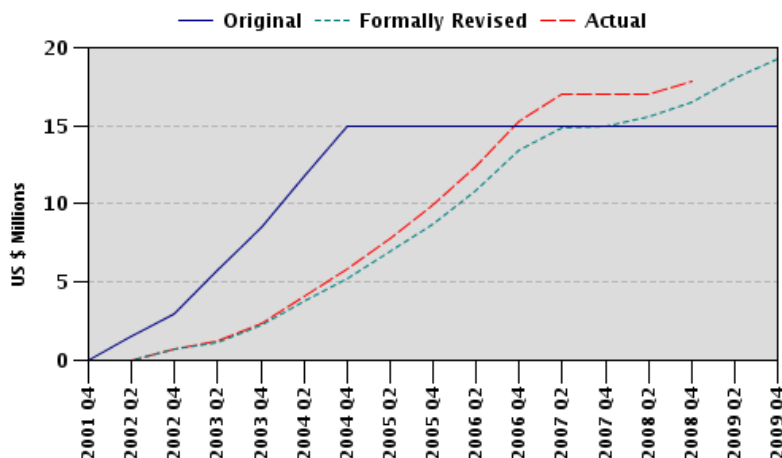
The additional financing (US\$5 million) was declared effective in November 2007 after a 10 month delay in effectiveness due to the lengthy process of the formation of the government and Parliament after October 2006 elections. The additional financing provides further support for continuing to improve basic services in the 45 poorest communities.

Progress toward achieving development objective(s):

Progress against project objectives remains excellent. In both entities, sub-projects financed under the project target the poorest communities in the less developed municipalities in the country. The project has reached over 1.3 million citizens through its social infrastructure projects. Citizens' participation in decision making has improved. It is noteworthy that the entity governments have recognized the strong development impact under the project and are also channeling budget resources through the project established arrangements. This provides assurance that local governments will continue to have access to financing for priority investments beyond the time of the project.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2008)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-35380	Closed	18.58	17.04	0.00	0.04
IDA-35381	Effective	5.54	0.79	4.72	0.00



Project Name (ID): FOREST DEVT/CNSRV TA (P079161)

Country: Bosnia and Herzegovina

Board Approval Date: 06/10/2003

Midterm Review Date: 11/28/2005

Closing Date: 11/30/2010

Loan/Credit/Grant Number: IDA-37790, TF-52697, IDA-37791

Sector(s): Forestry (50%), Central government administration (50%)

Theme(s): Land administration and management (P), Other environment and natural resources management (P), Environmental policies and institutions (S), Rural non-farm income generation (S), Other public sector governance (S)

Project Development Objectives:

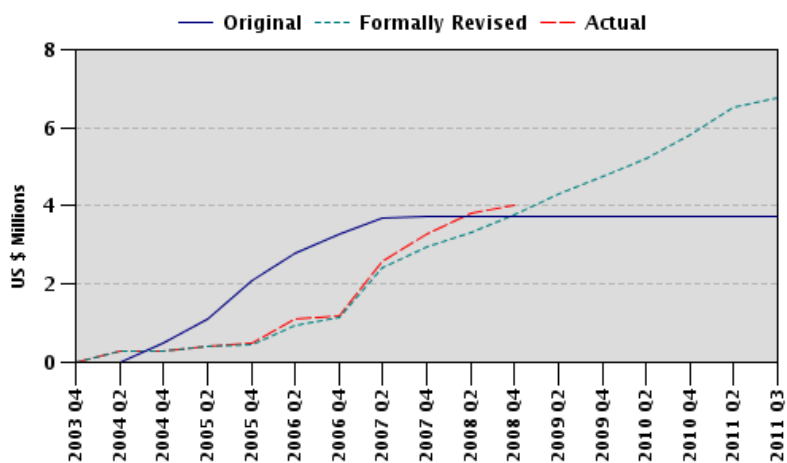
The objective of the project is to assist with the implementation of reforms in forest organization and management, both at the entity and canton level.

Progress toward achieving development objective(s):

The SDR 3.6 million Additional Credit (approved in fiscal year 2007) became effective on February 26, 2008. The overall project continues to achieve good results. Training has strengthened skills in communication, computers, and business planning, as well as knowledge of good governance practices. Timber sales arrangements have been reformed. Equipment and training for phase one of the Forest Management Information System is completed. The State Forest Inventory field work has covered over 30% of the country's forest areas. Studies related to biodiversity have contributed to the National Biodiversity Strategy, which was presented at a national workshop in April 2008, as well as the design of the Global Environment Facility -financed Forest and Mountain Protected Area Project, which was approved by the World Bank Board in May 2008.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2008)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-37790	Effective	4.56	4.01	0.19	0.00
TF-52697	Closed	0.96	0.81	0.00	0.01
IDA-37791	Effective	3.73	0.00	3.73	0.00



Project Name (ID): EDUC RESTRUCTURING (P079226)

Country: Bosnia and Herzegovina

Board Approval Date: 06/14/2005

Closing Date: 03/31/2010

Loan/Credit/Grant Number: TF-51893, IDA-40800

Sector(s): Secondary education (50%), Sub-national government administration (40%), Central government administration (10%)

Theme(s): Education for the knowledge economy (P), Education for all (P)

Project Development Objectives:

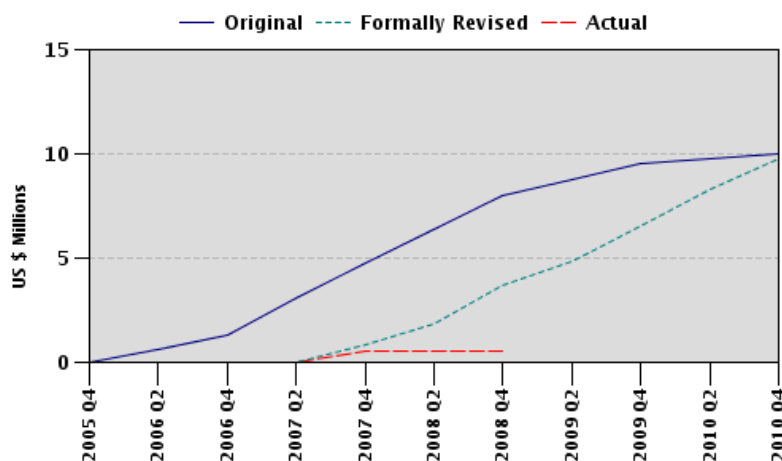
The objectives are to: (a) increase participation in general and broad-based secondary education programs; and (b) improve the efficiency of education delivery, especially in secondary education.

Progress toward achieving development objective(s):

Since the project was approved in June 2005, it took 2 years for the project to become effective because of the hiatus before and after national elections and because one part of the project was linked to a controversial condition on higher education in the Economic Management Structural Adjustment Credit, financed by the Bank. However, delays continued after effectiveness, partly because the proposed implementation arrangements proved unworkable due to insufficient capacity in the Ministry of Civil Affairs. By the end of 2007, the Borrower had failed to adhere to several provisions of the Development Credit Agreement and the Bank suspended disbursements on January 21, 2008. On March 20, 2008 the Chairman of the Council of Ministers wrote to the Bank indicating his government's commitment to the original project objectives and proposed a new set of activities to achieve it. The project is currently being restructured.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2008)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
TF-51893	Closed	0.38	0.34	0.00	0.04
IDA-40800	Effective	10.15	0.54	9.62	0.00



Project Name (ID): URB INFRA & SERV DEL (P083353)

Country: Bosnia and Herzegovina

Board Approval Date: 07/08/2004

Closing Date: 12/15/2010

Loan/Credit/Grant Number: IDA-39541, IDA-39540

Sector(s): Water supply (65%), Sub-national government administration (25%), Sanitation (10%)

Theme(s): Other urban development (P), Conflict prevention and post-conflict reconstruction (S)

Project Development Objectives:

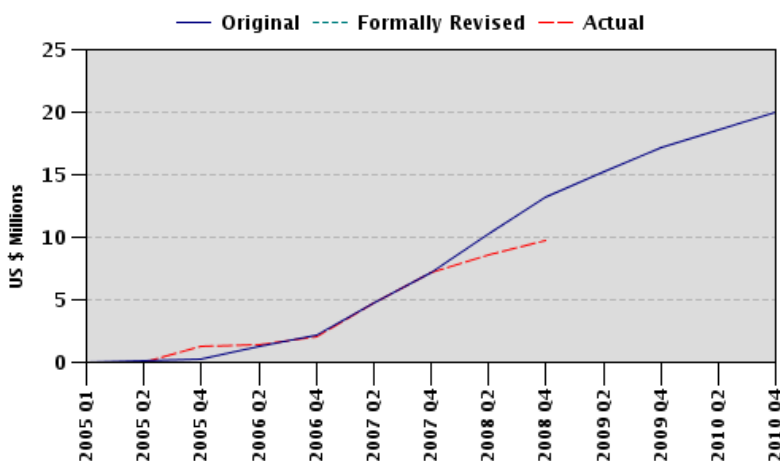
The objectives are to: (a) improve the availability, quality and reliability of basic municipal services, in particular, water supply and sanitation; (b) strengthen the ability of cantonal and municipal governments to improve management and institutional capacity for infrastructure development; and (c) where possible, foster deeper social cohesion through improvements in overall living conditions.

Progress toward achieving development objective(s):

The project is making progress towards achieving its development objectives. The implementation of investments under the water component is underway in five water utilities and is expected to lead to the improvement of the availability, quality, and reliability of basic municipal water supply and sanitation services. Urban management plans under the urban component were prepared and public consultations held in four regions. Priority investments following completion of the plans are underway in two regions.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2008)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-39541	Effective	5.25	0.00	5.25	0.00
IDA-39540	Effective	21.66	9.83	11.49	0.00



Project Name (ID): EMPLYMT 2 (P084596)

Country: Bosnia and Herzegovina

Board Approval Date: 06/15/2004

Midterm Review Date: 10/30/2006

Closing Date: 03/31/2009

Loan/Credit/Grant Number: IDA-39270

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

Theme(s): Improving labor markets (P), Social risk mitigation (S), Social safety nets (S), Education for the knowledge economy (S)

Project Development Objectives:

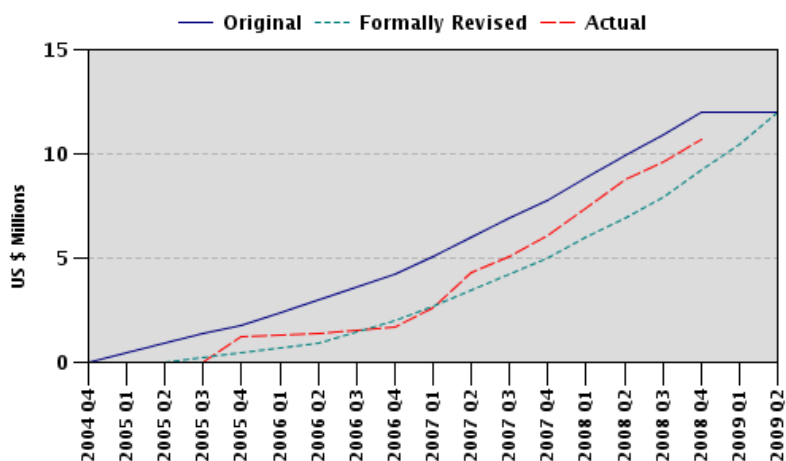
The objectives are to: (a) provide employment services for an estimated 10,000 people who are either recently retrenched and above 45 years of age and/or those who are actively seeking jobs for two or more years in the Republika Srpska and the Federation of Bosnia-Herzegovina; and (b) support reforms to change behavior and improve service delivery in employment services.

Progress toward achieving development objective(s):

Substantial progress against project objectives has been made. The project has facilitated provision of job-brokerage services and employment to 8,479 individuals previously registered as unemployed. Progress in developing capacity of the public employment services has also been satisfactory. The project has demonstrated results with efficient and cost-effective active labor market programs (job-brokerage, job-counseling, self-employment, public works) rather than with generous subsidies previously practiced by the Public Employment Services. Efficient and cost-effective labor market programs have been developed and are being applied even beyond the scope of the project. Furthermore, the project is ensuring that greater focus by employment services is made on targeting of job-brokerage services on active job-seekers.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2008)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-39270	Effective	13.28	10.69	1.97	0.00



Project Name (ID): QUALITY PROTECT (GEF) (P085112)

Country: Bosnia and Herzegovina

Board Approval Date: 06/07/2005

Closing Date: 02/28/2011

Loan/Credit/Grant Number: TF-55265

Sector(s): Sanitation (100%)

Theme(s): Pollution management and environmental health (P)

Project Development Objectives:

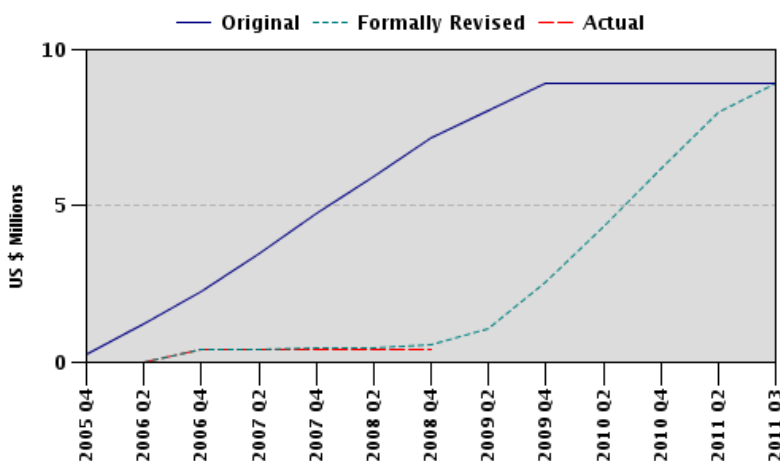
The project development objective is to further strengthen the capacities of local utilities and reduce pollution from municipal sources into the Neretva and Bosna Rivers. The global objective is to reduce municipal pollution and nutrients in the Adriatic Sea and the Danube Basin.

Progress toward achieving development objective(s):

The project is making progress towards achieving its development objectives. Since the adoption of the Water Law in April 2007, restructuring of the water sector has been underway. The Ministry of Water Management and the utilities have been working in a coordinated manner to define the roles and responsibilities of the institutions as proposed under the Water Law. Progress in project implementation has proceeded slower than expected because of the restructuring of the water sector, but is expected to pick up in FY09, as bidding is underway for key contracts and the contract for water information system is under implementation. Financial management and procurement training for the participating utilities and Water Agencies was held in Fall 2007.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2008)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
TF-55265	Effective	8.90	0.44	8.46	0.00



Project Name (ID): HLT SEC ENHANC (P088663)

Country: Bosnia and Herzegovina

Board Approval Date: 03/31/2005

Closing Date: 12/15/2010

Loan/Credit/Grant Number: TF-53748, IDA-40470

Sector(s): Health (55%), Tertiary education (20%), Central government administration (20%), Other social services (5%)

Theme(s): Health system performance (P)

Project Development Objectives:

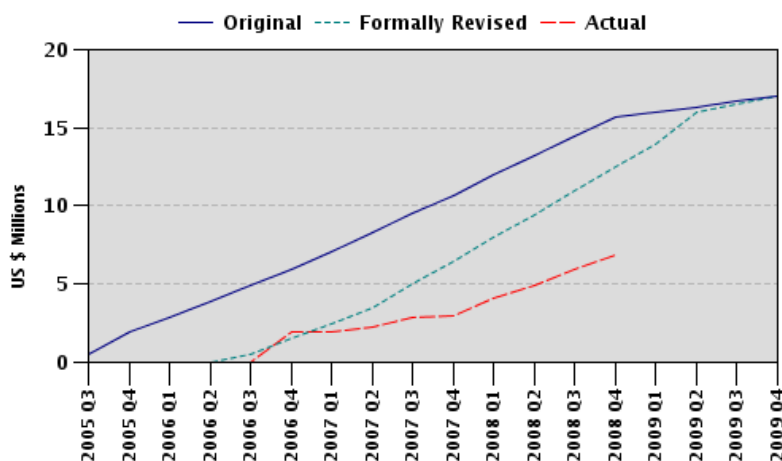
The objective is to (a) improve overall results for non-communicable diseases as measured by proxy indicators; (b) enhance health system efficiency; and (c) strengthen health sector policy making and evaluation process to improve sector performance.

Progress toward achieving development objective(s):

The project is making steady progress in both Entities with almost 40 percent of the credit funds utilized so far. The implementation of the Family Medicine model is proceeding well. The Primary Health Care strategy has been developed and family doctors have received training. During 2008, much effort has been made in the revision of project indicators and collection of relevant data by the responsible agencies. This effort has yielded impressive results and indicates that the project is having a real impact on the ground.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2008)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
TF-53748	Closed	0.39	0.37	0.00	0.02
IDA-40470	Effective	18.14	6.76	11.01	0.00



Project Name (ID): ECSEE APL3-BiH (P090666)

Country: Bosnia and Herzegovina

Board Approval Date: 06/16/2006

Closing Date: 12/31/2010

Loan/Credit/Grant Number: IDA-41970

Sector(s): Power (70%), Renewable energy (30%)

Theme(s): Regional integration (P), Regulation and competition policy (S), Pollution management and environmental health (S)

Project Development Objectives:

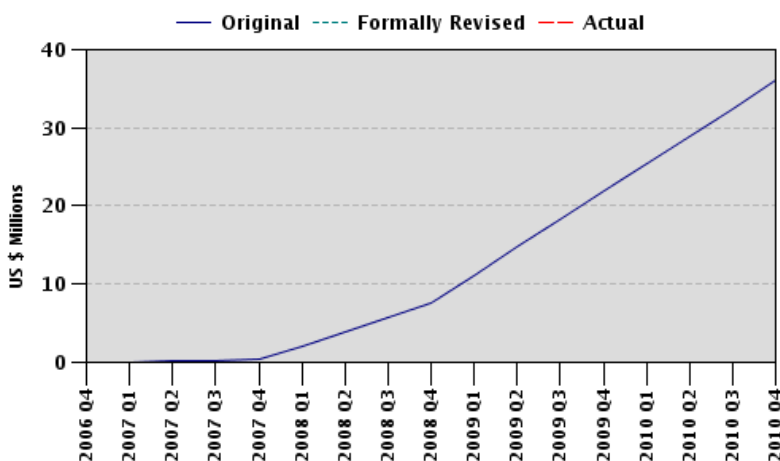
The project objective is the development of a functioning regional electricity market in South East Europe; and its integration into the internal electricity market of the European Union, through the implementation of priority investments supporting electricity market and power system operations in electricity generation, transmission and distribution, technical assistance for institutional/systems development; project preparation and implementation.

Progress toward achieving development objective(s):

The project became effective in April 2007. During FY08, all three Elektroprivredas were completed and issued the RFP for competitive selection of consultants to implement the dam safety TA component. Nevertheless, the lack of progress by the Federation Entity Government to approve subsidiary credit agreements with the Elektroprivreda-Sarajevo (EPBiH) and Elektroprivreda-Mostar (EPHZHB) is holding up overall progress on implementation of the project.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2008)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-41970	Effective	38.55	0.00	38.55	0.00



Project Name (ID): LAND REGISTRATION (P096200)

Country: Bosnia and Herzegovina

Board Approval Date: 04/27/2006

Closing Date: 03/31/2011

Loan/Credit/Grant Number: IDA-41670

Sector(s): Law and justice (59%), Central government administration (31%), Housing finance and real estate markets (10%)

Theme(s): Land administration and management (P), Personal and property rights (P), Administrative and civil service reform (S)

Project Development Objectives:

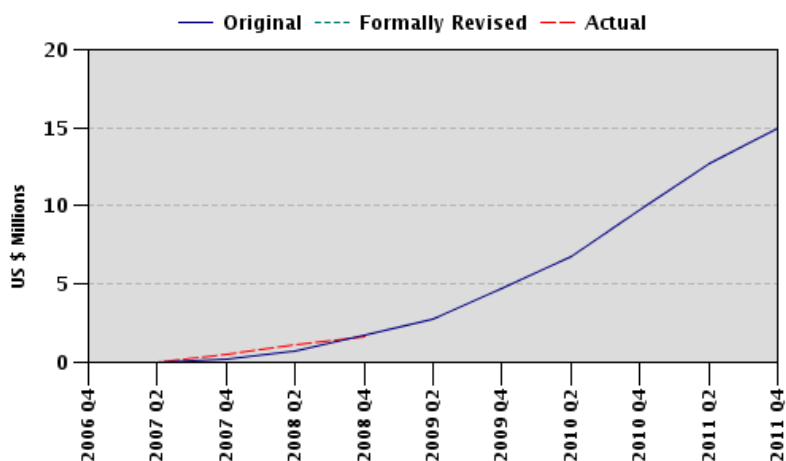
The project objective is to facilitate the orderly development of transparent land markets through the registration of real estate rights and complementary policies that enable transactions to be made with security and efficiency.

Progress toward achieving development objective(s):

The registration of property rights is progressing well with backlogs almost eliminated and 51% of new cases solved within 5 working days. Sixty-two percent of customers expressed satisfaction with services provided. Work on cadastral survey and an IT strategy is delayed but there are good prospects for catching up with the delays and overall the registration and cadastre agencies are providing good services to their clientele. The project has been effective for just over a year and is progressing well.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2008)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-41670	Effective	16.45	1.56	14.85	0.00



Project Name (ID): AVIAN FLU - BA (P100415)

Country: Bosnia and Herzegovina

Board Approval Date: 06/20/2007

Closing Date: 12/31/2010

Loan/Credit/Grant Number: IDA-43310

Sector(s): General public administration sector (53%), Health (23%), Agricultural extension and research (21%), Animal production (2%), Other social services (1%)

Theme(s): Natural disaster management (P), Other communicable diseases (P), Rural services and infrastructure (P), Health system performance (S), Pollution management and environmental health (S)

Project Development Objectives:

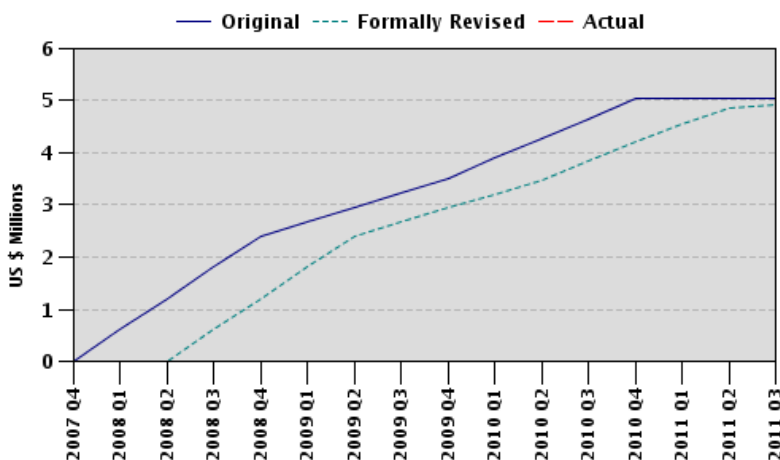
The overall objective of the project is to minimize the threat posed to humans and the poultry industry by the highly pathogenic avian influenza (HPAI) infection and other zoonoses, by enhancing both animal and human health infectious disease response and control capacities.

Progress toward achieving development objective(s):

Since the Project became effective, progress towards meeting the Development Objective (DO) is limited. Effective start to Project activities has been hampered by delays in agreeing on final arrangements for day-to-day implementation. In spite of these delays, some key actions have been done, most importantly related to equipping of, and planning rehabilitation for the national reference laboratory (NRL). Successful completion of the NRL rehabilitation is very important for achievement of the DO, as a modern, well-equipped NRL, with properly trained staff, is crucial for overall preparedness. The Veterinary Faculty has made significant progress with preparatory works for the NRL.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2008)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-43310	Effective	5.38	0.00	5.38	0.00



Project Name (ID): ROAD INFRASTRUCTURE AND SAFETY PROJECT (P100792)

Country: Bosnia and Herzegovina

Board Approval Date: 12/13/2007

Closing Date: 12/31/2011

Loan/Credit/Grant Number: IDA-43710

Sector(s): Roads and highways (90%), Central government administration (10%)

Theme(s): Infrastructure services for private sector development (P)

Project Development Objectives:

The Project Development Objectives are to reduce user costs on the priority sections of the trunk and regional road networks, to improve the institutional framework for road safety, and to modernize road maintenance practices.

Progress toward achieving development objective(s):

The Credit Agreement was signed on May 22, 2008. The Project is not yet effective. Preparatory works for the implementation of the project are ongoing at the road Directorates in the Federation of Bosnia and Herzegovina and in the Republika Srpska.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2008)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-43710	Not Effective	26.79	0.00	26.79	0.00



Project Name (ID): AGR./RURAL DEVELOPMENT (P101213)

Country: Bosnia and Herzegovina

Board Approval Date: 06/19/2007

Closing Date: 06/30/2012

Loan/Credit/Grant Number: IDA-43250

Sector(s): Sub-national government administration (44%), Central government administration (24%), General agriculture, fishing and forestry sector (22%), Agricultural extension and research (10%)

Theme(s): Rural services and infrastructure (P), Rural policies and institutions (P), Rural markets (S), Export development and competitiveness (S), Regional integration (S)

Project Development Objectives:

The project seeks to assist Bosnia and Herzegovina to strengthen the capacity of its State-level and Entity-level institutions, to deliver more efficient and effective agricultural services and support programs, as well as, to make a substantial contribution to an acceleration of the country's eligibility to access support under the European Union Instrument for Pre-Accession Assistance for Rural Development.

Progress toward achieving development objective(s):

The project became effective in the latter part of the reporting period and it is still in too early a stage to report meaningful progress.

Currently, the State Food Agency, the State Veterinary Agency as well as the State Agency for Plant Health and Phytosanitary Services are increasing their staff and developing rule books defining the implementation of their respective mandates.

Lending Information/Disbursement Summary (USD millions, as of June 30, 2008)

Loan/Credit/Grant	Status	Amount	Disbursed	Undisbursed	Cancellation
IDA-43250	Effective	22.54	0.00	22.51	0.00

