



Georgia Compact Progress

- ★ Agribusiness Development Activity: Over 1,000 grant applications have been received from farmers and businesses. Grants totaling \$3,182,302 have been awarded to 78 agribusiness development projects, creating 1,116 new jobs, improving technologies, facilitating market access, and benefiting some 55,000 rural Georgians.
- ★ Energy Sector Rehabilitation: Under phase I, repairs on the North-South Gas Pipeline have been completed. These repairs at six sites protect the pipeline from corrosion, landslide, and floodwaters. In addition to supplying commercial and residential gas to the entire country, the pipeline also provides gas to an electric power plant.

- ★ Georgia Regional Development Fund: The fund invested \$1.7 million in a construction supply company and approved a \$1.8 million investment in a rural hotel chain. These are the first two grants awarded by the fund.
- ★ Note: This compact has been restructured due to escalating global construction costs and currency fluctuations. MCC and MCG have reallocated \$21.4 million in funds to the Samtskhte-Javakheti road activity (from the Regional Infrastructure Development activity and from savings in program management).

Compact At-A-Glance

Signed9/12/2005
Entry Into Force 4/7/2006
The five-year, \$295.3 million compact will
rehabilitate key regional infrastructure,
stimulate regional trade by improving
transportation, ensure a reliable energy
supply, improve the delivery of regional
and municipal services and develop
regional enterprises by investing in farms
and other enterprises.

Obligations by Project in millions \$27.6 \$8.45 Road Rehabilitation \$15 Regional Infrastructure Development \$102.2 Energy Sector Rehabilitation \$32.5 Georgia Regional Development Fund Agribusiness Development Activity \$49.5 Monitoring and Evaluation \$60 Administration \$192,921,855 total contract commitments \$51,309,233 disbursed to date

Country At-A-Glance
Population4,474,404*
GNI per Capita\$2,120*



www.mcc.gov www.mcg.ge

World Development Indicators, World Bank, 2007

	Year 1	Year 2	Year	3 Year 4	Year 5	
ompact Implementation Timeline 4/06 - 3/07 4/07 - 3/08 4/08 - 3/09		/09 4/09 - 3/10	4/10 - 3/11	June 5, 2008:		
Road Rehabilitation						Construction begins on road
Regional Infrastructure Development						on road
Poti Municipal Water Project		\rightarrow				
Borjomi Municipal Water Project						2 Sep. 2007:
Bakuriani Municipal Water Project						\$15 million of
Kutaisi Municipal Water Project						priority pipeline repairs completed on budget
Kobuleti Municipal Water Project						
Energy Sector Rehabilitation						
Phase I - Emergency Repairs - 6 Sites		2				Constantion hilds
Phase II - 9 Sites			3			Construction bids received
Phase III - 8 Sites						
Georgia Regional Development Fund						
Investments			4			4
Agribusiness Development Activity						Second investment approved - \$1.8 million in Rcheuli
Grant-Making	\rightarrow		5			
Project Preparation				·	<u>.</u>	Hotels.
Construction - Infrastructure						5
Project Activities - Other Sectors			We Are Here		A total of 78 grants awarded with a value of \$3 million	
				008 sements to Date Contract Commitment		

* For more information on country proposals, due diligence, program set-up, implementation and monitoring, and ongoing impact, please see the diagram entitled *Typical MCC Program Cycle* at www.mcc.gov.