

El Salvador Compact Progress

- ★ **Productive Development Project:** To date, FOMILENIO, the Salvadoran entity responsible for implementing the MCC compact, has signed 13 grant programs valued at \$6.8 million benefitting over 3,000 farmers and small business owners. FOMILENIO also signed a \$25.5 million contract to implement the technical assistance activity, including reaching approximately 1,815 beneficiaries, creating approximately 781 new jobs and guaranteeing funds to incentivize local lending in the underserved northern zone.
- ★ **Human Development Project:** Installation of the first 250 photovoltaic systems and community training in the most remote regions of the northern zone has begun. In addition, FOMILENIO has contracted for the feasibility studies and final designs of 24

municipal water & sanitation systems. FOMILENIO and the Ministry of Education have approved the 20 middle-technical institutes which will benefit from MCA investments in infrastructure and modern equipment.

- ★ **Connectivity Project:** As implementation gathers momentum entering compact year 2, FOMILENIO has opened the first two of its regional offices in Metapan and Nueva Concepcion. These regional offices will provide closer relationships with the community of beneficiaries in the northern zone and will provide strategic outposts for work on implementing the Resettlement Action Plan, a prerequisite for all future construction activities related to the Connectivity Project.

Compact At-A-Glance

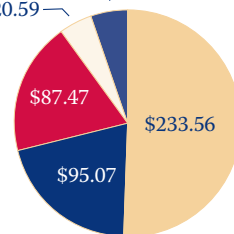
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Entry Into Force.....9/20/2007

The five-year, \$461.0 million compact seeks to improve the lives of Salvadorans through strategic investments in education, public services, agricultural production, rural business development and transportation infrastructure.

Obligations by Project

in millions \$24.26
\$20.59



- Human Development
- Productive Development
- Connectivity
- Program Administration
- Accountability

\$53,762,988 total contract commitments
\$12,484,214 disbursed to date

Country At-A-Glance

Population.....6,880,951*

GNI per Capita\$2,850*



On the Web:

www.mcc.gov

FOMILENIO:

www.fomilenio.gov.sv

Compact Implementation Timeline

	Year 1	Year 2	Year 3	Year 4	Year 5
	10/07 - 9/08	10/08 - 09/09	10/09 - 09/10	10/10 - 09/11	10/11 - 09/12
Human Development Project					
Education and Training	Project Preparation	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
Water and Sanitation	Project Preparation	Construction - Infrastructure	Construction - Infrastructure	Construction - Infrastructure	Construction - Infrastructure
Rural Electrification	Project Preparation	Construction - Infrastructure	Construction - Infrastructure	Construction - Infrastructure	Construction - Infrastructure
Community Infrastructure	Project Preparation	Construction - Infrastructure	Construction - Infrastructure	Construction - Infrastructure	Construction - Infrastructure
Productive Development Project					
Production and Business	Project Preparation	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
Investment Support	Project Preparation	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
Financial Services	Project Preparation	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors	Project Activities - Other Sectors
Connectivity Project					
Northern Transnational Highway	Project Preparation	Construction - Infrastructure	Construction - Infrastructure	Construction - Infrastructure	Construction - Infrastructure
Connecting Roads	Project Preparation	Construction - Infrastructure	Construction - Infrastructure	Construction - Infrastructure	Construction - Infrastructure

1
The installation of the first 250 photo-voltaic systems has commenced. Contracts for feasibility studies and designs have been signed for the first 24 municipal water and sanitation systems.

2
FOMILENIO has a) signed 13 grant programs (valued at \$6.8M) benefitting 3,074 farmers and small business owners; b) signed a \$25M contract with Chemonics to reach 1,815 beneficiaries and create 781 new jobs in year 2; and c) capitalized key insurance and guarantee funds to incentivize local lending in the underserved northern zone.

3
FOMILENIO hired Wilbur and Associates as its Connectivity Project Manager (CPM). In preparation for initial construction of the Northern Highway, FOMILENIO has begun the process of acquiring rights of way with the first 48 cases to be completed in October.

We Are Here
October, 2008
Disbursements to Date..... \$12,484,214
Total Contract Commitments..... \$53,762,988

Project Preparation
Construction - Infrastructure
Project Activities - Other Sectors

* 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.