



COMPACT GOAL

MCC's compact with Georgia included \$395.3 million of strategic investments designed to 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 providing investment capital and by increasing productivity in farms. The Compact closed April 7, 2011.



COMPACT AT A GLANCE

Compact Signed	
Entry Into Force	04-07-2006
Compact End Date	09-12-2005
Compact Total	\$395,300,000
Amount Committed	\$386,362,634
Amount Expended	\$383,362,634
Estimated Program Beneficiaries	143,000
Estimated Increase in Household Income	\$277,000,000

% OF TOTAL COMPACT		BUDGET (USD MILLIONS)
79%	Regional Infra. Rehabilitation Project	\$314.2
13%	Enterprise Development Project	\$52.0

■ Project Preparation ■ Project Implementation

Regional Infrastructure Rehabilitation Project	PROJECT COST	TOTAL CONTRACT COMMITMENTS	TOTAL PROJECT EXPENDITURES ¹				
	\$314,240,000	\$305,369,918	\$308,369,918				
<p>Rehabilitation of key regional infrastructure through rehabilitation/construction of 217 km of main road in Samtskhe-Javakheti region, with links to both Armenia and Turkey; rehabilitation of the North/South Gas Pipeline; and rehabilitation of municipal water/wastewater infrastructure in regions outside Tbilisi.</p> <p>Projected Long-Term Results (Up to 20 years)</p> <table border="1"> <tr> <td>ESTIMATED BENEFICIARIES</td> <td>ESTIMATED INCREASE IN HOUSEHOLD INCOME</td> </tr> <tr> <td>125,000</td> <td>\$216,000,000</td> </tr> </table>	ESTIMATED BENEFICIARIES	ESTIMATED INCREASE IN HOUSEHOLD INCOME	125,000	\$216,000,000			
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	PROJECTED OUTCOMES	RESULTS AT END OF COMPACT	PROJECT ACHIEVEMENTS				
	Rehabilitated/constructed 217 km main road through Samtskhe-Javakheti region.	Road construction is complete. Energy Project rehabilitation of 22 sites on main gas line is complete. MCG water supply rehabilitation projects are completed in 5 towns, but other donors will continue to finance complementary investments after the Compact end date.	Reduced travel time on the road, which represents significant savings to local farmers, from eight or more hours to two hours, 45 minutes. Completion of gas pipeline repairs has improved security of Georgia's gas supply. Improved water supply in several cities.				

Enterprise Development Project	PROJECT COST	TOTAL CONTRACT COMMITMENTS					TOTAL PROJECT EXPENDITURES ¹									
	\$52,040,800	\$51,736,506					\$51,736,506									
Develop enterprises in the regions through an investment fund to provide long-term risk capital and technical assistance primarily in regions outside Tbilisi (Georgia Regional Development Fund, or GRDF); grants and technical assistance to farmers and agribusinesses (Agribusiness Development Activity, or ADA).	YEAR 1 YEAR 2 YEAR 3 YEAR 4 YEAR 5															
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In November 2008, MCC and the Government of Georgia signed the First Amendment to the Compact, which provided an additional \$100 million in Compact funding to expand existing activities under the Compact.

MCC is committed to reporting results and will fund evaluations to assess the full extent of impacts that can be attributed to MCC programs. These evaluations will be posted on www.mcc.gov as they become available.

Expenditures are the sum of cash outlays and quarterly accruals for work completed but not yet paid or invoiced.

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