



AS OF SEPTEMBER 2012

COMPACT GOAL

Advance economic growth and poverty reduction in the Northern Zone of El Salvador by improving human and physical capital; increasing production and employment; and reducing travel costs and time within the country and Central America more broadly.

COMPACT AT A GLANCE

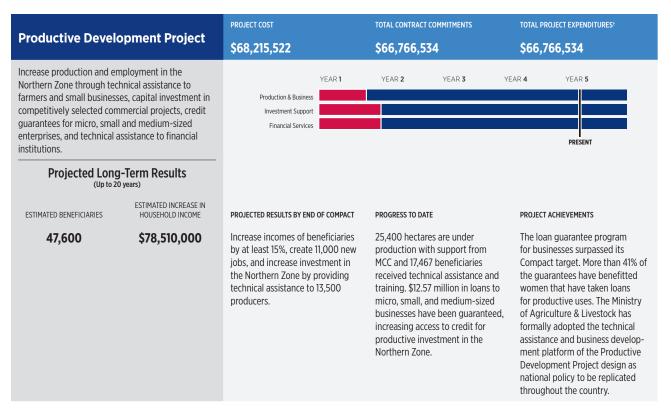
Compact Signed	11-29-2006
Entry Into Force	09-20-2007
Compact End Date	09-20-2012
Compact Total	\$460,940,000
Amount Committed	\$432,270,974
Amount Expended	\$432,270,974
Estimated Program Beneficiaries	794,800
Estimated Increase in Household Income	\$366,700,000

TOTAL COMPACT	BUDGET (USD	MILLIONS)
Productive Develo	pment Project	\$68.2
Connectivity Proje	ct	\$269.2
9% Human Development Project		\$89.1
Monitoring & Evalu	lation	\$6.2
Program Administ	ration	\$28.0
	Productive Develo Connectivity Proje Human Developme Monitoring & Evalu	Productive Development Project Connectivity Project



Project Preparation

Project Implementation



MILLENNIUM CHALLENGE CORPORATION

		PROJECT COST	TOTAL CONTRACT COMMITMENTS	TOTAL PROJECT EXPENDITURES ⁺
Connectivity Project		\$269,212,588	\$254,561,922	\$254,561,922
Reduce travel cost and time Zone by designing, constru a two-lane paved road whit transport artery and augme tional connectivity.	cting, and rehabilitating ch will serve as a national	YEAR 1 Northern Transnational Highway	YEAR 2 YEAR 3 YE	AR 4 YEAR 5
Projected Long (Up to 20				
ESTIMATED BENEFICIARIES 644,190	ESTIMATED INCREASE IN HOUSEHOLD INCOME \$185,230,000	PROJECTED RESULTS BY END OF COMPACT Reduce the travel time across	PROGRESS TO DATE All works contracts for the	PROJECT ACHIEVEMENTS With MCC funding, the NTH is
		the Northern Zone from almost 12 hours to less than 6 hours and reduce vehicle operating costs by 24%.	Northern Transnational Highway (NTH) have been awarded and completed except two contracts where construction is expected to be completed during the Compact closeout period. Over \$237 million has been disbursed towards road construction and supervision.	connecting the Northern Zone to the rest of the country and provic ing better access to Honduras and Guatemala. The Government of El Salvador passed two decrees aimed to provide adequate road maintenance funding in the near term.
	nat Businet	PROJECT COST	TOTAL CONTRACT COMMITMENTS	TOTAL PROJECT EXPENDITURES [†]
Human Developm	ent Project	PROJECT COST \$89,146,523	total contract commitments \$81,984,218	total project expenditures ¹ \$81,984,218
Increase human and physic of the Northern Zone in ord employment and business ing formal and non-formal access to potable water sys services, electricity coverag	al capital of residents der to take advantage of opportunities by provid- education, improved stems and basic sanitation ge, and improved com-		\$81,984,218	
	al capital of residents der to take advantage of opportunities by provid- education, improved stems and basic sanitation ge, and improved com-	\$89,146,523 YEAR 1 Education & Training Water & Sanitation Rural Electrification	\$81,984,218	\$81,984,218

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

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