

Implementation Status & Results

Mexico

MX Water Utilities Efficiency Improvement Project (PROME) (P121195)

Operation Name: MX Water Utilities Efficiency Improvement Project (PROME) (P121195) Project Stage: Implementation Seq.No: 7 Status: ARCHIVED Archive Date: 09-Jul-2014

Country: Mexico Approval FY: 2011
Product Line: IBRD/IDA Region: LATIN AMERICA AND CARIBBEAN Lending Instrument: Specific Investment Loan
Implementing Agency(ies): CONAGUA Comision Nacional del Agua

Key Dates

Board Approval Date	09-Nov-2010	Original Closing Date	31-Dec-2014	Planned Mid Term Review Date	18-Nov-2013	Last Archived ISR Date	03-Dec-2013
Effectiveness Date	25-Nov-2011	Revised Closing Date	31-Dec-2014	Actual Mid Term Review Date			

Project Development Objectives

Project Development Objective (from Project Appraisal Document)

The PDO is to improve the efficiency of Participating Water Utilities through the provision of Technical Assistance and Financing.

Has the Project Development Objective been changed since Board Approval of the Project?

☐ Yes ☒ No

Component(s)

Component Name	Component Cost
Component 1: WSS sector information and knowledge management improvement	4.75
Component 2: Modernization of the services of participating water utilities	157.00

Overall Ratings

	Previous Rating	Current Rating
Progress towards achievement of PDO	Moderately Satisfactory	Moderately Satisfactory
Overall Implementation Progress (IP)	Moderately Unsatisfactory	Moderately Satisfactory
Overall Risk Rating		Moderate

Implementation Status Overview

This ISR covers the period November 2013-May 2014.

Overall project implementation has experienced significant improved progress during the last calendar year (CY13), in which 25% of the Bank loan, corresponding to 127 activities and amounting to US\$25 million, has been executed. Nearly 90% of this amount has already been disbursed (US\$21.83M) and the remainder is expected to be disbursed in the near future. This represents a major step forward compared to previous years in which there was minimum or no budgetary allocation for project implementation and which, in the case of CY12, for example, prevented the execution of any actions under the project. Prospects for the remaining project implementation period remain positive based on the progress made

during the first half of the current year, in which around 40% of the allocated funds has already been committed and the procurement of the first activities is now being initiated.

To date, the project has disbursed US\$34.05 million. Approximately a quarter of the loan proceeds were disbursed within the last month, corresponding to the CY13 activities, with some 34% of the total loan proceeds now having been disbursed. This reflects the great implementation progress achieved in CY13 and compares extremely favorably to previous calendar years in which no, or a very small number, of PROME activities were executed.

For CY14, CONAGUA has obtained a budget allocation of close to US\$100 million, including local counterpart funds, which could allow for the execution of a substantial amount of the remaining Bank loan funds during the current calendar year. CONAGUA anticipates that this budget allocation will allow some 280 activities to be implemented in 85 water utilities from all states in the country during CY14.

During the last full supervision mission of the project, held from April 28 to May 2, 2014, CONAGUA and the Bank discussed a list of potential activities to be financed under Component 1, including support to the development of the national WSS information system that CONAGUA intends to establish, as well as staff training activities related to its use. CONAGUA also informed the Bank: (i) of their decision to cancel the OBA pilot Sub-component 2C and reallocate the funds from it to Sub-components 2A and 2B; and (ii) of their intention to request an 18 month extension of the project closing date in order to allow project activities to be satisfactorily concluded. The corresponding request for these changes was received by the Bank on June 16, 2014.

Locations

Country	First Administrative Division	Location	Planned	Actual
Mexico	Not Entered	Valle de Mexico		

Results

Project Development Objective Indicators

Indicator Name	Core	Unit of Measure		Baseline	Current	End Target
Number of water utilities whose collected revenues in Mexican pesos per cubic meter produced increases by 5 percent in real terms.	<input type="checkbox"/>	Number	Value	0.00	16.00	30.00
			Date	31-Dec-2010	09-Jun-2014	31-Dec-2014
			Comments			
Number of water utilities whose energy consumption in kWh per cubic meter produced decreases by 5 percent	<input type="checkbox"/>	Number	Value	0.00	3.00	8.00
			Date	31-Dec-2010	09-Jun-2014	31-Dec-2014
			Comments			
Number of water utilities showing a commercial efficiency improvement of 5 percent or more.	<input type="checkbox"/>	Number	Value	0.00	13.00	30.00
			Date	31-Dec-2010	09-Jun-2014	31-Dec-2014
			Comments			
Average absolute increase of global efficiency in water utilities that participated in the project for at least 2 years	<input type="checkbox"/>	Number	Value	0.00	2.00	2.00
			Date	31-Dec-2010	09-Jun-2014	31-Dec-2014
			Comments			

Intermediate Results Indicators

Indicator Name	Core	Unit of Measure		Baseline	Current	End Target
Component 1: Number of water utilities' employees trained in issues related to efficiency programs	<input type="checkbox"/>	Number	Value	0.00	670.00	800.00
			Date	31-Dec-2010	09-Jun-2014	31-Dec-2014
			Comments			
Component 1: Number of publications related to efficiency issues available at CONAGUA's website.	<input type="checkbox"/>	Years	Value	0.00	3.00	7.00
			Date	31-Dec-2010	09-Jun-2014	31-Dec-2014
			Comments			
Component 1: National Tariff system is available in user friendly website	<input type="checkbox"/>	Yes/No	Value	No	Yes	Yes
			Date	31-Dec-2010	09-Jun-2014	31-Dec-2014
			Comments			
Component 2: Percentage of implemented actions that achieved their set targets. (the respective targets for the different activities under this comp. will be established by CONAGUA.	<input type="checkbox"/>	Text	Value	0	100	60
			Date	31-Dec-2010	09-Jun-2014	31-Dec-2014
			Comments		No actions were implemented in 2012	
Comp 2: Number of water utilities that participated in the OBD window	<input type="checkbox"/>	Number	Value	0.00	0.00	1.00
			Date	31-Dec-2010	09-Jun-2014	31-Dec-2014
			Comments			
Number of water utilities that the project is supporting	<input checked="" type="checkbox"/>	Number	Value	0.00	54.00	50.00
			Date	31-Dec-2010	09-Jun-2014	31-Dec-2014
			Comments			

Data on Financial Performance (as of 16-Jun-2014)

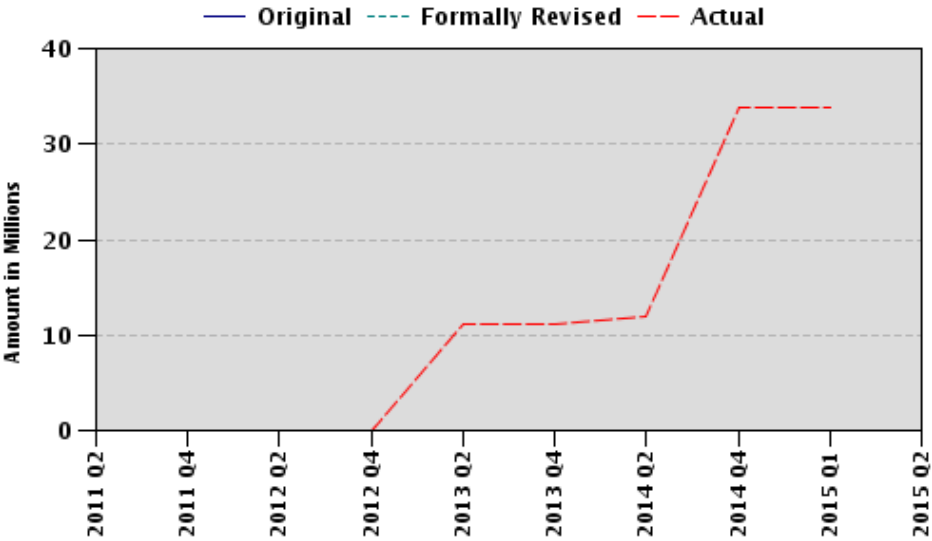
Financial Agreement(s) Key Dates

Project	Ln/Cr/Tf	Status	Approval Date	Signing Date	Effectiveness Date	Original Closing Date	Revised Closing Date
P121195	IBRD-79730	Effective	09-Nov-2010	14-Jun-2011	25-Nov-2011	31-Dec-2014	31-Dec-2014

Disbursements (in Millions)

Project	Ln/Cr/Tf	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	% Disbursed
P121195	IBRD-79730	Effective	USD	100.00	100.00	0.00	34.05	65.95	34.00

Disbursement Graph



Key Decisions Regarding Implementation

There are no key Decisions pending.

Restructuring History

There has been no restructuring to date.

Related Projects

There are no related projects.