

 Early Warning System

WB-P164882

AF Incentive Program DPG



## Quick Facts

|                                |   |
|--------------------------------|---|
| <b>Countries</b>               | Afghanistan                                   |
| <b>Financial Institutions</b>  | World Bank (WB)                               |
| <b>Status</b>                  | Active  |
| <b>Bank Risk Rating</b>        | U   |
| <b>Voting Date</b>             | 2018-06-14                                    |
| <b>Borrower</b>                | Government of Islamic Republic of Afghanistan |
| <b>Sectors</b>                 | Finance, Law and Government                   |
| <b>Investment Type(s)</b>      | Loan  |
| <b>Investment Amount (USD)</b> | \$ 90.00 million                              |
| <b>Project Cost (USD)</b>      | \$ 300.00 million                             |



## Project Description

The proposed grant will help the government of Afghanistan to meet its development objectives as articulated in the new Afghanistan National Peace and Development Framework (ANPDF) in the context of constrained tax revenues and declining aid. The proposed operation supports a range of reforms under two broad pillars as described below:

### ***A) Strengthening the policy framework to support state-effectiveness, private investment, and social inclusion***

- E-payments and mobile money reforms will support development of the regulatory framework for expanded access to customs and tax dues
- Civil service reforms will support retention of key skills and address long-standing issues of equity, while also encouraging the hiring of women civil servants
- Business environment reforms will encourage investment
- Power sector reforms will improve the financial sustainability of the power utility, ultimately leading to lower prices for consumers
- Land reforms will provide land rights to informal occupants of state-owned urban land
- The Irrigation Policy and Dryland Agriculture Policy will encourage sustainable use and management of water resources

### ***B) Improving the policy and institutional framework for public financial management***

- Reforms to public investment management will ensure that projects are aligned with government priorities and have undergone proper appraisal
- Tax administration reforms will support the roll-out of fast track filing
- Expenditure management reforms will improve the allocative and technical efficiency of Operations and Maintenance expenditures



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## Investment Description

- World Bank (WB)



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## Contact Information

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## Bank Documents

- [Afghanistan - Incentive Program Development Policy Grant \(English\)](#) [Original Source]
- [Afghanistan - Incentive Program Development Policy Grant : chair summary \(English\)](#) [Original Source]
- [Afghanistan - Incentive Program Development Policy Operation Project \(English\)](#)