

BOARD APPROVAL
Lapse-of-time Procedure
4 March 2019

FOR CONSIDERATION

MEMORANDUM

TO : THE BOARD OF DIRECTORS

FROM : Vincent O. NMEHIELLE
Secretary General

SUBJECT : ZIMBABWE – URGENT WATER SUPPLY AND SANITATION REHABILITATION PROJECT – CONSOLIDATION WORKS - (ADB/BD/WP/2015/117)

ADDITIONAL FINANCING GRANT PROPOSAL*

GRANT OF USD 1,750,000 FROM THE RESOURCES OF THE ZIM-FUND

Please find attached the above-mentioned **Grant Proposal** and the **Draft Resolution** which are submitted for your consideration, **on a Lapse-of-time basis**.

In case of no objection **by 5.00 pm. on 4 March 2019**, the proposal will be considered **approved** and the **Resolution adopted**.

Attch.:

cc.: The President

***Questions on this document should be referred to:**

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Ms. J. NGURE	Deputy Director General	RDGS	Extension 8501
Mrs. W. GICHURI	Director	AHWS	Extension 4015
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AFRICAN DEVELOPMENT BANK



URGENT WATER SUPPLY AND SANITATION REHABILITATION PROJECT – CONSOLIDATION WORKS

COUNTRY: ZIMBABWE - ADDITIONAL FINANCING GRANT PROPOSAL

February 2019

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AFRICAN DEVELOPMENT BANK



ZIMBABWE

URGENT WATER SUPPLY AND SANITATION REHABILITATION PROJECT – CONSOLIDATION WORKS

ADDITIONAL FINANCING GRANT PROPOSAL

RDGS/AHWS DEPARTMENTS

February 2019

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Grant Information

Client's information

CLIENT: Government of the Republic of Zimbabwe

Financing plan

Source	Amount (US\$) million	Instrument
ZimFund	1.75	Grant
TOTAL COST	1.75	Grant

AfDB's key financing information

Supplementary Consolidation Grant	US\$ 1.75 million
Interest type*	N/A
Interest rate spread*	N/A
Commitment fee*	N/A
Other fees*	N/A
Tenor	N/A
Grace period	N/A
EIRR (base case)	20.05% (NPV US\$29.72 million) at 10%

Timeframe - Main Milestones

Board Approval Date of Project UWSSRP II	07/10/2013
Board Approval Date of Additional Financing	30/09/2015
Effective Date of UWSSRP II	22/01/2014
Effective Date of Additional Financing	17/11/2015
Last Date of Disbursement	30/09/2019
Approval of Additional Financing (Consolidation Works) by ZimFund POC	07/02/2018
Approval of Additional Financing (Consolidation Works) by AfDB Management	TBA
Effective Date of Additional Financing (Consolidation Works)	TBA
Last Date of Disbursement Additional Financing (Consolidation Works)	30/09/2019

Currency Equivalents
October 2018

1UA = US Dollar 1.40

Fiscal Year

1 January – 31 December

ACRONYMS AND ABBREVIATIONS

AfDB	African Development Bank
ADF	African Development Fund
EIRR	Economic Internal Rate of Return
GoZ	Government of Zimbabwe
M&E	Monitoring and Evaluation
MDTF	Multi Donor Trust Fund
MMU	Multi Donor Trust Fund Management Unit
NRW	Non-Revenue Water
NGO	Non-Governmental Organization
NPV	Net Present Value
PA	Procurement Agency
IE	Implementation Entity
POC	Programme Oversight Committee
UA	Unit of Account
USD	United States Dollar
UWSSRP	Urgent Water Supply and Sanitation Rehabilitation Project
VFM	Value for Money
WASH	Water and Sanitation and Hygiene
S&H	Sanitation and Hygiene
WSS	Water Supply and Sanitation
ZimFund	Zimbabwe Multi-Donor Trust Fund

RESULT MATRIX

PERFORMANCE INDICATORS				MEANS OF VERIFICATION	RISKS/MITIGATION MEASURES
Indicator		Baseline (July 2018)	Target (Oct 2019)		
Increased access to improved water supply and sanitation services resulting in improved public health	Diarrhea morbidity in children under 5	7.2/1000 (2018)	<5 (2019)	National statistics, DHS (Demographic and Health Surveys), Evaluations	
	Proportion of targeted urban population with improved access to water from a Municipal source.	39% (2012)	50% by 2018, 100% by 2030		
Stabilized and restored water and sanitation services in beneficiary urban municipalities/towns.	Average hours of Municipal water supply to households	Mutare (Dangamvura) 1 hr; Chegutu & pfupajena 1hr; Masvingo (Mucheke & Rujeko 4hrs	Mutare (Dangamvura) 10 hr; Chegutu & pfupajena 8 hr; Masvingo (Mucheke & Rujeko 8 hrs;	Utility reports, progress reports, works commission reports, Water and Sanitation Surveys, M&E reports, project evaluations.	The risk of failure to operate and maintain rehabilitated facilities will be mitigated through the capacity building and training of staff and provision of essential O&M supplies. The risk of Political interference in revenue collection will be mitigated through constant dialogue with policy makers.
	Proportion of targeted urban people exposed to spilled raw sewage.	65% (2013)			
	Water quantity improved (Chegutu, Masvingo, Kwekwe)	TBA	TBA		
	Water quality improved (Mutare)	TBA	TBA		
Improved service delivery in beneficiary urban municipalities/towns.	no. of people to benefit from improved service	N/A			
	Financial sustainability of local authorities (WSS)	38% (2013)	55% (2019)		
	Reduction in NRW	55% (2011)	48% (2019)		
	Revenue collection Efficiency	40% (2010)	60% (2014)		
	Operation and maintenance efficiency improved (response time)				
Component 1: Water Supply and Sanitation Infrastructure					
Water supply	Five booster pumps for Chegutu, one high lift pump for Masvingo and one booster pump in Kwekwe installed	0	7 pumps	Utility reports, progress reports, works commission reports, supervision mission reports	
	Sets of interconnection pipework at Chegutu Water treatment and at Chakari and ZRP elevated tanks in Chegutu replaced	0	3 sets		

	2.04km of 450mm diameter GRP pipes and fittings in Dangamvura installed	2	4.04 km		
	5km PVC pipe (including valves and bulk meters) replaced in Mutare, Chegutu, Kwekwe and Masvingo.	0	5km		
	Operations and maintenance equipment (including earth handling equipment, concrete breaking, soil compacting and tools) provided.	0	5 sets		
	Air scour blowers for Odzani water treatment plant installed.	0	2		
	Control valves for water treatment works at Duchman pool plant (Kwekwe) refurbished.	0	50 valves		
	One borehole drilled and equipped with a motorized pump and 10 000 litre elevated water tank at Chegutu clinic	0	1 borehole, 1 water tank & 1 pump		
Sanitation	Nine sewage pump stations (including fitting shredders) in Chitungwiza, Chegutu and Kwekwe rehabilitated	0	9	Utility reports, progress reports, works commission reports, supervision mission reports	
	7.3 km (1.3km for rising sewer main, 4km sewage collection systems in Masvingo and 2km PVC sewers in Chegutu) replaced	0	7.3km		
	Emergency ponds constructed at Kaguvi 1, 2 and 3 sewage treatment works.	0	3		
	Gimboki (Mutare) sewage treatment plant refurbished (including lighting improvements & extension of BNR switch room), equipment for developing sludge wasteland supplied and sludge pipe installed.	0	4 sets		
	Power Correction equipment supplied and aerator gear box, interconnecting pipes replaced at Masvingo Sewage treatment plant	0	3 sets		
	Operation and maintenance equipment (including grass cutting machines, earth handling equipment and tools) for Sewage Pond and Reticulation Systems for Chegutu provided	0	3 sets		
	Outflow meter, new starter and terminal block, 2 by 180kW motors, 2 shredders for sewage pump station in Chitungwiza installed	0	4 sets		

Component 2: Institutional capacity building in operation and maintenance through trainings					
Institutional capacity building in operation and maintenance	Technical assistance for NRW program development in Chitungwiza, Chegutu, Mutare, Kwekwe and Masvingo provided	0	5 local authorities	Utility reports, progress reports, works commission reports, supervision mission reports	Risk of power insecurity: this will be mitigated through the ongoing EPIRP and next phase project which will improve reliability at the facilities
	Strengthen customer care (including improving call centre)	0	5 local authorities		
	Operation and maintenance staff trained	0	50 individuals		
	Performance reporting capacity improved.	0	5 local authorities		
Component 3: Project Management					
Effective project management system established	IE for Project Management, Engineering design and supervision services deployed;	N/A	1	Utility reports, progress reports, works commission reports, supervision mission reports	
	PA for Procurement Services deployed;	N/A	1		
	Annual auditing services undertaken	N/A	1		
	Monitoring and evaluation system in place	N/A	1		
COMPONENTS			INPUTS (Million USD)		
Component 1 : Rehabilitation of water supply and sanitation infrastructure			Component 1: 1.7		
Component 2: Institutional capacity building in operation and maintenance through trainings			Component 2: 0.050		
Component 3: Project Management			Component 3: 0		
			Total: 1.75		
NB: Project Management costs are covered under UWSSRP II					

EXECUTIVE SUMMARY

The Zimbabwe Multi-Donor Trust Fund was established in 2010 as an emergency response to a severe humanitarian crisis that manifested itself in the deadly cholera epidemic that engulfed the country in 2008/9. The outbreak claimed more than 4,000 lives and affected more than 100,000 people. The ZimFund Donor countries responded to the outbreak of cholera by mobilizing funds for the rehabilitation of water supply and sanitation infrastructure complimented with the rehabilitation of power infrastructure.

The African Development Bank (the Bank) was requested by donors and accepted to administer the Fund in accordance with the Bank's rules and procedures and an Operational Manual that was prepared and agreed to between the Donors, the Bank and the Government of Zimbabwe (GoZ). The size of ZimFund was determined by development partners' willingness to contribute to it over time. By 31 October 2016, ZimFund Donor's contributions had reached an amount of US\$145.8 million, representing full settlement of donor's commitments to the Fund.

In support of a functioning infrastructure development and its contribution to the economic recovery process and people's livelihood, the Bank approved the second phase of the Urgent Water Supply and Sanitation Rehabilitation (UWSSRP) on 7 October 2013 with a total estimated cost of US\$35.99 million. However as funds were not fully available at the time of presentation of the project, only an amount of US\$19.84 million was approved to cover part of the cost of the project. The Board was informed at the time that management would come back for the approval of the remaining amount once resources were mobilized and secured from ZimFund partners. The presentation of the stage 2 financing which was the remaining amount estimated at US\$16.15 million was approved on 30/09/2015.

The result of the UWSSRP II project was found to be inadequate in some areas due to the unavailability of funding needed to address additional activities that surfaced during the project implementation and this had an effect on the expected outcomes and results. As a result, the POC approved USD 0.81 million to fund additional scope (Consolidation works) that is to be funded from the savings of ZimFund phase I projects. Plans have been made to implement the works for Mutare, Masvingo, Chegutu and Kwekwe. The designs and specifications have already been completed and the preparation of the tender documents is underway. Furthermore, USD 1.70 million has been secured from interest and income earned on investment on the ZimFund accounts. Out of this amount, USD 0.94 million has been approved by the POC to finance additional consolidation works bringing the total amount for Water and Sanitation Consolidation works to USD 1.75 Million.

The consolidation works will be implemented in 5 local authorities:-

1. Chitungwiza, An electro mechanical hardware intervention is proposed to address the effluent pump stations that constantly breakdown.
2. Chegutu, The poor water and sewerage reticulation systems will be reinforced with pipe replacements and upgrades. The booster pumping stations in the water network will also be upgraded.
3. Kwekwe, The water treatment works isolation valves will be rehabilitated and replaced.

4. Masvingo, a clear water pumping gear will be supplied to improve redundancy. Pipes will also be supplied to reinforce the poor water reticulation network in some high density areas. The high power consumption at the water and wastewater treatment plants in Masvingo will also be solved by power factor correction equipment to be supplied.
5. Mutare's, Dangamvura which still face water challenges because of incomplete supply pipeline, will be connected to the ZimFund rehabilitated Chikanga tank.

The processing and implementation of the consolidation project will be guided by the Operations Manual developed for ZimFund. The implementation arrangement will remain the same as those of phase II and will receive regular follow up and supervision from ZimFund Management Unit (MMU) and other GOZ structures. The POC will continue to provide the policy and strategic guidance.

It is highly recommended that if the Project goals and objectives are to be met, the Project must be completed as per the original plan. The implementation of the consolidation works will result in the Project being able to fully achieve its objectives in the identified beneficiary local authorities. The additional resources being requested will make it possible for the Project to be completed as planned. It is against this background that POC approved the consolidation financing totaling USD 1.75 (USD0.81 million and USD0.94 million on 17 March 2017 and 15 February 2018 respectively) to implement these works and now the Bank is being requested to approve the same amount for the consolidation works in line with the ZimFund implementation agreement which requires the approval by the POC and the Bank.

REPORT AND RECOMMENDATION TO THE VICE PRESIDENT ON THE PROPOSED UTILIZATION OF THE GRANT SAVINGS AND INTEREST & INCOME ON ZIMFUND INVESTMENTS FOR THE URGENT WATER SUPPLY AND SANITATION REHABILITATION PROJECT (UWSSRP) CONSOLIDATION WORKS

This proposal and recommendations to utilize grant savings realized on the Zimbabwe Multi Donor Trust Fund (ZimFund) Phase I projects, and the interest earnings on the investment of ZimFund accounts, totaling USD 1.75 million to fund the Urgent Water Supply and Sanitation Project (UWSSRP) Consolidation Works is hereby submitted to Senior Management for approval. As the works and funding have already been approved by the President and the POC, this proposal is being presented to Senior Management for formalization.

1. INTRODUCTION

1.1 On 7 October 2013, the Board approved, on a lapse-of-time basis, financing of the UWSSRP Phase 2 targeting four municipalities (Harare, Chitungwiza, Ruwa and Redcliff) in order to improve the health and social wellbeing of the residents of the four municipalities through improved water and sanitation services. The envisaged outcomes of the intervention include: increased reliability, availability of water supply in the Project areas; restored wastewater treatment capacity; and reduced incidence of water borne diseases.

1.2 EPIRP II Stage I and UWSSRP phase 1 realised a savings of USD1.77 million and USD 62,782.52 respectively. Out of this amount, a total of USD 813,000.00 was allocated to the Water and Sanitation project. The Project Oversight Committee (POC) was informed of the above savings and the intention to utilize them on identified works that will enhance the project results and outcomes. The POC approved the use of the funds on March 16, 2017. Furthermore, ZimFund Statement of the Financial Position as at 31 December 2017 indicated that there is a Net income of USD 1.70 million which is the interest and income earned on the ZimFund investments. This net income earned is to be added to the current resources available to implement the project activities and consolidation works for ZimFund Projects. It was agreed with Government that an amount of USD 0.94 million out of the USD 1.70 million be used for Water and Sanitation consolidation works. Therefore, this new allocation of USD 0.94 million plus the savings amounting to USD 0.813 million already approved by the POC brings the total amount available to USD 1.753 million.

1.3 In line with the approved Project Appraisal Report for Phase 2 and the importance of implementing the full scope of the project, this appraisal report is prepared for the additional financing in the amount of US\$ 1.75 million to enable the full implementation of the Project to achieve the results and outcomes as originally envisaged.

2. THE PROJECT DESCRIPTION AND FINANCING PLAN

2.1 Project Background and Origin

2.1.1 Since 2009, a number of initiatives to improve water and sanitation services in Zimbabwe through humanitarian and emergency supports to address the deteriorated service delivery and dilapidated infrastructure were established. The ZimFund responded to the situation through its first phase of projects in the water and power infrastructure rehabilitation projects. The first Urgent Water Supply and Sanitation Rehabilitation Project was approved in April 2011 and its execution

was completed in June 2015. The project was implemented in six urban centres (Harare, Chitungwiza, Mutare, Masvingo, Kwekwe, and Chegutu). The objective of the project was to resuscitate and regain the capacities of the water and wastewater treatment facilities. Some of the major outcomes included the following: (a) Access to municipal water in targeted cities/towns increased from 40% in 2010 to 56% in 2015; (b) Reliable and stable water supply capacity increased from 646,000m³ (2013) to 768,151m³(2015); (c) Wastewater treatment capacity increased from 76,325m³/d (2010) to 195,361m³/d (2015). Overall, the project benefitted 2.4 million through improved water supply and sanitation in the six municipalities of UWSSRP phase I.

2.1.2 It was necessary to design a follow up project to further the benefits and consolidate the gains from the original project by a shift in focus towards strengthening the network and sustained institutional support. In this regard, the UWSSRP phase 2 was designed with a focus on Harare, Chitungwiza, Ruwa and Redcliff¹. The main project objective did not change, which is to provide support for improving water and sewerage network performance, strengthening commercial aspect and enhance service delivery efficiency in the municipalities of Harare, Chitungwiza, Ruwa and Redcliff and improve sustainability.

2.1.3 During the project completion reporting assessment of UWSSRPI phase I, it was observed that some results and outcomes were not achieved in some of the beneficiary municipalities because some additional works became necessary during project implementation mainly caused by further deterioration in the infrastructure. As such, it was deemed necessary to utilize savings and interest and earnings from investments to address the gaps under the consolidation works project.

2.2 Project Objective

The objective of the project is to consolidate the gains of the UWSSRP project meant to resuscitate and regain the capacities of the water and wastewater treatment facilities, restoring and stabilizing service delivery through strengthening the networks and giving sustained institutional support in the Municipalities of Chitungwiza, Mutare, Masvingo, Kwekwe and Chegutu.

2.3 Project Components

As shown in Table 2.1 below, the consolidation works is comprised of three components: (i) Rehabilitation of water supply and Sanitation infrastructure; (ii) Institutional Capacity building and (iii) Project Management services.

¹ Chitungwiza and Ruwa are part of the Greater Harare area and are closely related in service delivery. Both get potable water supply from Harare. Redcliff is a satellite town to Kwekwe which received support through the phase 1 of the UWSSRP.

Table 2.1: UWSSRP Consolidation Project Activities by Component

It. No.	Component name	Component description
1	Rehabilitation of water supply and Sanitation infrastructure	<p>Water Supply</p> <ul style="list-style-type: none"> ▪ Supply five booster pumps for Chegutu and one high lift pump for Masvingo and another at Chicago in Kwekwe ▪ Improvements to pipework at Chegutu Water treatment and at Chakari and ZRP elevated tanks sites in Chegutu ▪ Supply of 450mm diameter GRP pipes with fittings for completion of 2.040km of incomplete section of the Dangamvura water supply pipeline together with concrete breaking and soil compacting equipment and hand tools that assist in pipe laying. ▪ Supply reticulation reinforcement pvc pipes (5km) including control valves, pressure reducing valves and some bulk meters to establish district metered areas and for rehabilitation of housing connections for Hobhouse, Dangamvura in Mutare and Chegutu & Pfupajena in Chegutu Kwekwe and Masvingo's old Mucheke and Rujecko suburbs; ▪ Provide operations and maintenance equipment (stock materials, leak detection), ▪ Supply air scour blowers for Odzani water treatment plant and refurbishment of control valves at Kwekwe water treatment works at Dutchman. ▪ Drill 1 borehole and equip it with a motorised pump and 5 000 litre elevated water tank at Chegutu clinic to provide water to vulnerable communities in Chegutu. <p>Sanitation</p> <ul style="list-style-type: none"> ▪ Rehabilitate nine pump stations including fitting shredders for sewage pumps in Chitungwiza, Chegutu, Kwekwe (Town Inlet and Eastern) and Chitungwiza (Effluent). ▪ Supply 1.3km for rising sewer main for Chitungwiza and sewage collection systems (6 km) for Masvingo and Chegutu. ▪ Construct flood holding ponds for Kaguvi 1, 2 and 3 sewage treatment ponds. ▪ Gimboki sewage treatment works lighting improvements and supply of equipment for developing sludge wasteland. Extension of the BNR switch room and pipe replacement at Gimboki. ▪ Power Correction, aerator gear box replacement and pipe replacement at Masvingo Sewage treatment plants. ▪ Provide operation and maintenance equipment for Sewage Pond and Reticulation Systems for Chegutu. ▪ Provision of an outflow meter, new starter and terminal block, supply of 2 no. 180kW motors, 2 no. shredders for Chitungwiza sewage pump station.
	Component 2	Institutional Capacity building
2	Institutional Capacity building	<ul style="list-style-type: none"> ▪ Provide technical assistance for NRW program development in Chitungwiza, Chegutu, Mutare, Kwekwe and Masvingo; ▪ Strengthen customer care; ▪ Train operation and maintenance staff; and ▪ Develop performance reporting capacity.

It. No.	Component name	Component description
	Component 3	Project Management
3(a)	Consultancy Services (IE)	▪ Provide Project Management and Engineering design
3(b)	Consultancy Services (PA)	▪ Provide Procurement Services;

2.4 Project Costs and Financing Arrangements

2.4.1 The total estimated budget is US\$ 1.75 million, and it is summarized in the table below by component and category of expenditure.

Table 2.2: Estimated Project Costs by Component

Nr.	Components	Total (USD'000)
1	Rehabilitation of water supply and Sanitation infrastructure	1,700.00
2	Institutional Capacity building	50.00
3	Project Management ²	
	i) IE services	0.00
	ii) PA Services	0.00
4	Subtotal	1,750
	Total project cost	1, 750.00

Table 2.3: Project Cost by Category of Expenditure

Category of Expenditure		US\$ million
A.	Works	0.278
B	Services	0.050
C	Goods	1.422
Subtotal		1.750
TOTAL PROJECT COSTS		1.750

² The Project Management Costs will be covered from the ongoing phase II project.

3 PROJECT IMPLEMENTATION STATUS

3.1 Entry into Force and Conditions for First Disbursement

3.1.1 The project became effective when the Project Protocol of Agreement was signed on 22 January 2014 and became effective for disbursement on 10 July 2014 after the fulfilment of conditions precedent for first disbursement. The Agreement provided that the Bank's obligation to make first disbursement of the grant was conditioned upon the engagement of the Procurement Agent (PA) and Implementing Entity (IE).

3.1.2 The Government of the Republic of Zimbabwe (GOZ), acting through the Ministry of Finance and Economic Development, entered into an agreement with Crown Agents Limited on 19 March 2014, to extend the provision of procurement services to ZimFund operations to 30 September 2019. In addition, supplementary agreement was concluded on 12 May 2014 for specific procurement services for the UWSSRP phase 2 project. Similarly, the GOZ concluded a contract with Lahmeyer GKW Consult (Now GKW) which became effective on 26 June 2014 as an Implementing Entity providing all project management and engineering services with a current amendment expiring 30 September 2018. This will be extended to cover the consolidation works.

3.2 Technical Progress

3.2.1 The technical preparatory work for the consolidation work has commenced. The Implementing Entity mobilized in March 2017 to carry out the initial technical assessment and preparation of detailed scope of works, design, specifications and bill of quantities for the consolidation works. They submitted draft reports by July 2017 and continued to undertake the detailed work. A proposal by the IE to do the assessment and scoping of additional consolidation work was reviewed by the MMU and completed by the end of August 2018. For component 2, institutional capacity building, the preparation of issue papers is in progress. The design of the works was informed by the lessons learnt in Phases I and II. These include ensuring that only well-qualified staff are assigned to the project and where performance is not good they are promptly replaced. The issue of poor subcontractors and suppliers will be factored in during the procuring process. The economic challenges facing the country that affect the cash flow of the contractors will be mitigated by direct payment to the subcontractors. There will also be better supervision by all stakeholders to ensure quality works are done.

3.3 Procurement

3.3.1 The Procurement Agent Contract became effective following the signing of the contract on the 12th May 2014. Based on the work carried out by the Implementing Entity, the Procurement Agent will work on the design of the packaging and the procurement plan for the project for approval. Preparation of tender document for the goods and works component is in progress while the audit of the consolidation works will be done by the auditor of the main ZimFund contract for year end 2018 and 2019. The IE will review the specifications and prepare the bidding document in liaison with the Procurement Agent in accordance with ZimFund operational manual. The PA will be responsible for: (a) the procurement of goods, works and services; (b) the preparation, and subsequent updating of the Procurement Plan; and (c) the preparation of disbursement requests.

3.3.2 The procurement of the goods and works would be carried out in accordance with the Bank’s “Rules and Procedures for Procurement of Goods and Works dated May 2008 Revised July 2012”, “Rules and Procedures for the Use of Consultants (May 2008 Edition Revised July 2012)”, and ZimFund Operations Manual.

3.3.3 Procurement Plan

A Procurement Plan of the consolidation works is prepared and provides the basis for the procurement methods. The Procurement Plan will be updated as required to reflect the actual project implementation needs and improvements in institutional capacity.

1. Table of List of Goods Contract Packages to be procured

	PACKAGE NO.	CONTRACT DESCRIPTION	ESTIMATED COST US\$ (000)	PROCUREMENT METHOD	REVIEW BY THE BANK PRIOR/POST
1	UWSSRP/025	Consolidation Works Goods	1422	ICB ³	Prior
2		Lot 1: Electromechanical (pumps, Motors and Control equipment) for Chitungwiza, Kwekwe , Chegutu and Masvingo			
3		Lot 2: Plant and Equipment for Chegutu and Mutare			
4		Lot 3 : Pipes, Accessories and Hardware for Chitungwiza, Chegutu, Kwekwe, Masvingo and Mutare			

³ The budget for the procurement of the goods amounts to USD 1.422 million, which implies that, the goods to be procured using ICB pre-qualification process as per the respective Project Operation Manual (POM). However, the remaining time for ZimFund will not allow for a pre-qualification exercise. ICB with post-qualification offers a shorter procurement period without compromising on competitiveness. Using post-qualification will save time that would otherwise be required for the pre-qualification exercise (7-13 weeks) and does not compromise on the capability of the winning bidder. In addition, as the goods in this contract are not large and complex for bidding of this contract using ICB with post-qualification.

2 Table of List of Works Contract Packages to be procured

	PACKAGE NO.	CONTRACT DESCRIPTION	ESTIMATED COST US\$ (000)	PROCUREMENT METHOD	REVIEW BY THE BANK PRIOR/POST
1	UWSSRP/026	Consolidation goods	278	NCB	Prior
		Lot 1: Water Supply Works in Chegutu			
		Lot 2: Water and Waste Water Works in Kwekwe			

3 Table of List of Consultancy Service Contract Packages to be procured

	PACKAGE NO.	CONTRACT DESCRIPTION	ESTIMATED COST US\$ (000)	SELECTION METHOD	BANK REVIEW PRIOR/POST
1	UWSSRP/27	Institutional Capacity building	50	CQS	Prior

3.4 Implementation Arrangement

3.4.1 The original institutional and implementation arrangements of the Project will continue. The POC provides an overall strategic and policy oversight for the ZimFund. The MMU under the Bank's oversight provides portfolio management support. The Implementing Entity and Procurement Agent procured through the program will provide project management and procurement services respectively on behalf of the Government of Zimbabwe. The performance of the IE and the PA during Phase I was satisfactory but left room for improvement; notably super supervision of the contractors, which in some cases compromised the quality of works. This is being mitigated in Phase II and in the proposed consolidation works by immediate replacement of personnel who show signs of weakness in supervision and constant engagement by the MMU. The Project receives guidance from a Project Steering Committee comprising beneficiary municipalities and key Ministries. The IE will enter into an MOU agreement with each municipality defining the roles and responsibilities.

3.4.2 The design of the previous projects involved the participation of the municipality officials in the engineering and the treasury departments. This participation has been intended to make sure that any solution designed by the IE and the PA incorporated the municipality concerns. In addition, staff from the municipalities participate in the implementation by providing inspection and review services. This has made it possible for skills and knowledge transfer to the staff of the municipalities. The coordination is further strengthened through regular working meetings with the focal points and project management units within each beneficiary municipality.

3.4.3 An updated implementation schedule of the project has been included in annex 1 showing current status and expected activities. The project as envisaged originally will be completed by September 2019.

3.5 Monitoring and Evaluation

3.5.1 The Project result matrix has been updated on the basis of the technical assessment and recent data available. It was also prepared in line with the new template approved by the Bank.

3.5.2 The activities and responsibilities for monitoring and evaluation will be as described in the UWSSRP II.

3.6 Social and Environmental Management Plan

3.6.1 An Environmental and Social Management Plan (ESMP) specific to each municipality is being developed for implementation and monitoring based, on the overall established ESMP for the project. The Plan will be systematically included in the works packages for implementation by the contractors and its implementation will be monitored and supervised by the supervising engineer. There will be also oversight by the representatives of the Environmental Management Authority at municipality level.

4. JUSTIFICATION FOR ADDITIONAL FINANCING FOR CONSOLIDATION WORKS

4.1 The Phase I projects have been completed and their end evaluation of the results and outcomes indicated that there are some shortcomings that arose due to the surfacing of more infrastructure deterioration that occurred during the project implementation which had an effect on the results and outcomes. It is, therefore, necessary to address these gaps in order to improve the results and outcomes through the implementation of the consolidation works. It was resolved that as soon as there was any savings or other earning on the project, these consolidation works would be executed.

4.2 Following the saving on the phase I projects and the interest and earnings on the investments on ZimFund accounts, the POC was accordingly informed and requested to approve the funds to be used for the consolidated works in order to realize the full project objectives as envisaged at Project Appraisal. The POC approved the funds.

4.3 The project is in alignment with the Bank Group updated Country Program Brief (2017-2020) and the Bank's Strategy for 2013-2022. The lack of clean water supply and sanitation services is a major constraint and burden mostly to the vulnerable and poorer segment of the residents of the beneficiary municipalities. The consolidation fund is targeted at the municipalities of Chitungwiza, Mutare, Chegutu, Masvingo and Kwekwe as indicated in Annex B3 of this Report.

4.4 The implementation of the project has commenced with the technical preparatory work encompassing all the project components being underway in line with the main UWSSRP financing arrangements. The technical preparatory work is advanced and about to be completed leading the way for the procurement stage. The timing of the commitment of this additional resource by the donors and presentation of this additional financing proposal is an opportune moment to synchronize implementation and achieve efficiency in implementation.

4.5 There is need to build upon the phase 1 of UWSSRP whose implementation was completed in 2015 and therefore the delay in the approval of the additional financing would slacken the momentum of the project implementation with high tangible and nontangible economic and social costs in addition to the reputational and political risks that arise from the delay in the implementation of the project.

4.6 The Project Appraisal cost estimates were based on the first phase of UWSSRP, the currently running second phase of UWSSRP, Bulawayo Water And Sanitation Services project (BWSSIP) , under the City of Bulawayo and also other works funded by other programs in the country. The estimates included adequate contingency to cushion for unforeseen circumstances.

5. LEGAL INSTRUMENTS AND AUTHORITY

5.1 Legal Instrument

5.1.1 The legal instrument to finance the additional grant will be a Protocol of Agreement between the Republic of Zimbabwe and the Bank, in its capacity as the administrator of the Zimbabwe Multi-Donor Trust Fund (ZimFund), for a grant from the resources of the ZimFund.

5.2 Conditions Associated with Bank's Interventions

5.2.1 Conditions Precedent to Entry into Force of the Grant

The Protocol of Agreement will enter into force on its date of signature by the Recipient and the Bank.

5.2.2 Conditions Precedent to First Disbursement of the Grant

The conditions precedent to first disbursement of the initial grant, which will be extended to the additional grant, have been fulfilled. As such, disbursements may be made from the additional grant upon entry into force of the Protocol of Agreement.

5.3 Compliance with Bank Policies

5.3.1 The proposed additional grant complies with all applicable Bank policies, including the Bank Group Policy and Procedures for grant savings financing.

6. RECOMMENDATION

6.1 Considering the many socio-economic and environmental benefits of this Project and objectives of the ZimFund in the recovery and development efforts of Zimbabwe, it is recommended that the Bank approves this additional grant, from the resources of the ZimFund savings and earnings, for the amount of US\$ 1.75 million to fund the activities of the UWSSRP consolidation works project.

Annex 1 : Project Implementation Schedule

Activity	2018												2019											
	1	2	3	4	5	6	7	8	9	10	11	12	1	2	3	4	5	6	7	8	9	10	11	12
POC Project Appraisal Approval			■																					
PAR Preparation				■	■	■	■	■	■	■														
Peer Review								■																
Country Team Meeting									■															
VP Approval of Additional Financing (Consolidation Works)									■															
Signing of Grant Additional Financing										■														
Effectiveness											■													
Project launching												■												
Project Management and procurement services (design, specifications and tender document) and supervision									■	■	■	■	■	■	■	■	■	■	■	■	■	■	■	■
Procurement of Contractors										■	■	■												
Mutare Works													■	■	■	■	■	■	■	■	■	■	■	■
Chitungwiza Works													■	■	■	■	■	■	■	■	■	■	■	■
Kwekwe Works													■	■	■	■	■	■	■	■	■	■	■	■
Masvingo Works													■	■	■	■	■	■	■	■	■	■	■	■
Chegutu Works													■	■	■	■	■	■	■	■	■	■	■	■
Technical Assistance and capacity building													■	■	■	■	■	■	■	■	■	■	■	■
Project completion																								
Project Disbursement Deadline																								

Annex 2 : Map of the Country and Location of the Project Areas



Annex 3 : Status of Phase 1 – Urgent Water Supply and Sanitation Rehabilitation Project

A Zimbabwe Multi Donor Trust Fund (ZimFund) grant of US\$ 29.651 million to finance UWSSR Project was approved by the Board of Directors on 7th April 2011 and it became effective on 10th June 2011. The project is planned to be completed on 30th June, 2015. A supplementary ZimFund grant amounting US\$ 13.956 million was approved on October 7th 2013.

The objective of the project is to provide urgent support for restoration and stabilization of water supply and sanitation services in the municipalities of Harare, Chitungwiza, Mutare, Chegutu, Masvingo and Kwekwe, and to improve their sustainability. The project will also boost the capacity of the six Municipalities in the operation and management of these services. The project will have an impact of improving the health and socio economic situation of the people living in the project beneficiary towns. The project targets 2.5 million people residing in the seven targeted cities.

The project is comprised of four components; (a) Rehabilitation of water supply and sewerage infrastructure, (b) Promotion of Improved Sanitation and Hygiene Education (c) Institutional Support, and (d) Project Management and Engineering Services.

Implementation Status: The overall accomplishment of the UWSSRP project stands at 97% with substantial completion for all the components.

The project has disbursed 87.9% of the initial grant and 84.4% of the supplementary grant. It is expected to be completed by June 2015.

Outputs achieved.

- **Wastewater treatment capacity restored** - 16.45km of sewer line have been rehabilitated, 36 raw sewage pumping units are being refurbished/ replaced, 14 waste water effluent pumping units are being replaced, 9 waste water treatment works are being rehabilitated and are now at an overall completion of around 98%.
- **Water treatment capacity restored** – 6 water treatment works have been rehabilitated, 16 clean water pump units and 4 raw water pump units are also replaced. One water reservoir is completed. Progress to date is around 97% complete.
- **Enhanced operations and maintenance** - About 120 O&M staff have been trained and 20% of them are females. Each has been supported to develop revenue and cost recovery strategies and medium and long term investment plans. Each town has also received various O&M equipment including service trucks, tractors, and sewer cleaning equipment. This is fully completed.
- **Hygiene Promotion** - 120 community groups and school WASH groups have been trained in public health and hygiene education. More than 60% participants were women. This has also been fully accomplished.

Annex 4 : Status of ZimFund Resource Mobilization

AFRICAN DEVELOPMENT BANK GROUP						
ZIMBABWE MULTI DONOR TRUST FUND						
STATUS OF PLEDGES AND COMMITMENTS, AS AT Dec 31 2014						
Donor	Date Pledged	Amount Pledged	Amount paid in Currency of the Donor	Balance in Currency of the Donor	Amount Paid in USD	Date of Payment
Australia	12-oct-10	AU\$ 10,000,000.00	AU\$ 5,600,000.00 AU\$ 4,400,000.00	AU\$ 0.00	USD 5,518,240.00	21-oct-10
					USD 4,551,800.00	07-avr-11
Australia	01-juin-12	AU\$ 10,000,000.00	AU\$ 10,000,000.00	AU\$ 0.00	USD 9,794,000.00	12-juin-12
Denmark	04-oct-10	DKK 30,000,000.00	DKK 30,000,000.00	DKK 0.00	USD 5,318,081.72	30-nov-10
Denmark	21-nov-11	DKK 45,000,000.00	DKK 45,000,000.00	DKK 0.00	USD 5,158,343.81	15-déc-11
					USD 2,643,818.03	01-juin-12
Denmark	09-juin-15	DKK 110,400,000.00	DKK 77,000,000.00	DKK 33,400,000.00	USD 12,680,502.91	29-déc-14
Germany	21-janv-11	EUR 5,000,000.00	Euro 5,000,000.00	EUR 0.00	USD 6,857,362.00	01-avr-11
Germany	07-févr-11	EUR 5,000,000.00	Euro 5,000,000.00	EUR 0.00	USD 6,912,575.00	01-mai-11
Germany	21-déc-11	EUR 10,000,000.00	EUR 10,000,000.00	EUR 0.00	USD 12,957,700.00	13-déc-12
Norway	12-oct-10	NOK 41,000,000.00	NOK 41,000,000.00	NOK 0.00	USD 7,073,818.03	01-nov-10
	01-déc-12	NOK 41,000,000.00	NOK 25,000,000.00	NOK 0.00	USD 4,399,084.99	11-déc-12
			NOK 16,000,000.00	NOK 0.00	USD 2,697,436.98	19-août-13
Sweden	26-nov-10	SEK 40,000,000	SEK 10,000,000.00	SEK 0.00	USD 1,563,769.91	01-mai-11
			SEK 30,000,000.00	SEK 0.00	USD 4,324,470.11	03-déc-10
Sweden	08-juin-12	SEK 50,000,000.00	SEK 30,000,000.00	SEK 0.00	USD 4,228,169.89	26-juin-12
			SEK 20,000,000.00	SEK 0.00	USD 2,986,970.13	21-nov-12
Sweden	26-nov-14	SEK 20,000,000.00	SEK 20,000,000.00	SEK 0.00	USD 2,612,370.15	16-déc-14
Switzerland	11-août-11	CHF 4,900,000.00	CHF 4,500,000.00	CHF 0.00	USD 5,699,810.01	06-sept-11
			CHF 400,000.00	CHF 0.00	USD 412,939.60	27-juin-12
United Kingdom	19-oct-10	GBP 10,000,000.00	GBP 10,000,000.00	GBP 0.00	USD 15,865,000.00	28-mars-12
United Kingdom	13-mars-12	GBP 10,000,000.00	GBP 10,000,000.00	GBP 0.00	USD 15,546,000.00	06-déc-10
Total					USD 139,802,262.68	31-déc-14

Annex 5: UWSSRP Additional Consolidation Works Scope and Budget

1. INTRODUCTION

Based on the desktop studies and field visits made by the end users, the additional consolidation works estimated at USD1.753 million have been identified. The proposed consolidation works will address the constraints indicated in the paragraphs below thus enabling the population to fully realize the benefits of the ZimFund investments.

2. PROPOSED CONSOLIDATION WORKS

2.1 Chitungwiza

In Chitungwiza each time the sewage and effluent pumps fail, the water courses get polluted. When sewers surcharge due to blockages, the sewage spills down the streets and eventually into the rivers that eventually drain into Lake Chiwero which is the main raw water source for Harare. Treatment of the raw water for Harare is proving to be expensive since the treatment process requires a regime of over 8 chemicals. It is thus very important to contain the pollution from Chitungwiza's sewerage system and sewage treatment facilities.

There is, therefore, need to replace some old pumps and pipe works to eliminate sewage and effluent being discharged into the environment. The cost of these works is estimated at USD 145,000 (see table under section 3 below for cost estimates) and it is recommended that this be funded from the interests and income earned on the ZimFund investments. It is worth noting more investments are required to the outfall sewers that are collapsing and causing flow back ups and residential flooding and environmental pollution.

2.2 Mutare

The ZimFund intervention in Mutare included the completion of a 10 million litre capacity concrete tank in Chikanga that had been abandoned 10 years earlier and also on the pipeline supplying the tank. As a result, about 10,000 households in the command area of the tank started receiving water 24 hours daily every week throughout the year. The same pipeline continues to supply the high-density suburb of Dangamvura which has not benefited from the above mentioned intervention because the pipeline that supplies the local area tanks with water remains incomplete due to lack of funds by the Council. This pipeline if completed will enable the 20,000.00 households of Dangamvura to receive water 24/7. In order to minimize on physical water losses in Dangamvura, it is proposed that the water network be reinforced. In addition, the Hobhouse water network that is currently getting water from the Chikanga tank needs reinforcement to reduce physical water losses and rationalize system pressures. Furthermore a second air blower is proposed to be installed at Odzani water treatment works to improve on the water quality. It is proposed that the installations of the above works be done by Mutare Municipality using its own resources. Funding for the required materials amounting to USD 415,000 is proposed to come from ZimFund

investment earnings. Physical water losses and to ensure that the sewage treatment works continuously to avoid discharge of non-compliant effluent into the water courses.

2.3 Chegutu

In order to improve on the service delivery on the ZimFund phase I project in Chegutu, there is need for the reinforcement of the dilapidated water distribution and sewer collections networks in the Pfupajena and Chegutu High Density Suburbs.

There is also a need to improve on the operation and maintenance of the sewage treatment ponds in order to have better effluent and long lasting ponds. It is, therefore, necessary for the Council to acquire vegetation and embankment maintenance equipment for the ponds.

The total proposed intervention in Chegutu is estimated at USD 380,000.00 and it is proposed that this be funded by interests and income earned on the ZimFund. It should be noted that the short term system improvements in Chegutu requires around USD 2.0 million; hence the choice to focus on reinforcement of dilapidated water distribution and sewer collection networks that can be done and completed with the available funds as proposed above.

Table 1a: Implementation Summary (Chegutu)

UWSSRP PHASE III: CONSOLIDATION WORKS FOR PHASE I – CHEGUTU		
ITEM	ToR PROJECT ACTIVITY	COST ESTS (US\$)
A	Works – (External Contractor)	
i	Pipe re-configuration at Chakari reservoirs	25 000.00
ii	Suction pipe upgrading at the Chegutu WTP	30 000.00
iii	Supply of all materials, test borehole, equip with appropriate solar pump complete for later connection to the clinic water supply by Chegutu Town Council	7 500.00
iv	3No x centrifugal pumps complete with directly coupled electric motors and replace current pumps at Chakari reservoirs. Materials to be supplied to include any appropriate adaptor pipe specials required	37 535.95
v	2No x centrifugal pumps complete with directly coupled electric motors and replace current pumps at ZRP reservoirs. Materials to be supplied to include any appropriate adaptor pipe specials required	30 000.00
Total for Works		130 035.95
B	Equipment/Materials-(In-house Work)	
i	Materials for the construction and commissioning of a 5m high tank stand capable of carrying 2No x 5m ³ tanks complete with plumbing for the clinic	7 500.00
ii	Plumbing materials for water network repairs in Chegutu/Pfupajena	24 291.32
iii	Plumbing materials for sewer network repairs in Chegutu/Pfupajena	24 291.32
iv	250mm diameter Mild Steel pipes for filter gallery	10 000.00
Total Value for In-house Implementation		66 082.64
TOTAL SCOPE FOR CHEGUTU		196 118.59

Table 1b: Implementation Summary (Kwekwe)

UWSSRP PHASE III: CONSOLIDATION WORKS FOR PHASE I – KWEKWE		
ITEM	ToR PROJECT ACTIVITY	COST EST. (US\$)
A	Works – (External Contractor)	
i	Removal of defective valves from the low lift and high lift pump stations, transportation to workshops, assessment and repair/refurbish/replace	102 535.95
Total for Works		102 535.95
B	Equipment/Materials - (In-house Work)	
i	2No x end suction centrifugal pumps complete with directly coupled electric motors and replace current pumps at ZRP reservoirs. Materials to be supplied to include any appropriate adaptor pipe specials required	30 000.00
ii	Submersible pump for the Town Inlet Works	35 000.00
iii	Plumbing materials for water network repairs in Mbizo/Amaveni	10 000.00
iv	Plumbing materials for sewer network repairs in Mbizo/Amaveni	10 000.00
Total Value for In-house Implementation		85 000.00
TOTAL SCOPE FOR KWEKWE		187 535.95

Table 1c: Implementation Summary (Masvingo)

UWSSRP PHASE III: CONSOLIDATION WORKS FOR PHASE I - MASVINGO		
ITEM	ToR PROJECT ACTIVITY	COST ESTS (US\$)
A	Works – (External Contractor)	
i	Water/Wastewater treatment power correction	75 000.00
ii	Crane hire	6 000.00
Total for Works		81 000.00
B	Equipment/Materials - (In-house Work)	
i	Relocation of SPS No 1 switch control panel	9 000.00
ii	Rujeko Sewage Pump Station pipe works replacement	25 000.00
iii	Repairs of 3 aerator gearboxes	20 000.00
iv	Supply/Install 485kW High Lift pump Motor	70 000.00
Total Value for In-house Implementation		124 000.00
TOTAL SCOPE FOR MASVINGO		205 000.00

Table 1d: Implementation Summary (Mutare)

UWSSRP PHASE III: CONSOLIDATION WORKS FOR PHASE I - MUTARE		
ITEM	ToR PROJECT ACTIVITY	COST EST (US\$)
A	Works – (External Contractor)	
i	Supply all materials and install 5No solar mounted mini-tower lights for external lighting at Gimboki WWTP	12 000.00
ii	Supply all materials install and commission 2No x air scour blowers for Odzani Water Treatment Works	64 535.95
iii	Installation of air-con system at the Gimboki BNR electrical control room	6 000.00
Total for Works		76 535.95
B	Equipment/Materials - (In-house Work)	
i	Hobhouse water network rehabilitation	45 000.00
ii	Development of a sludge wasteland at the Gimboki WWTP using provided equipment. 100Hp utility tractor, 3 dish reversible plough, ridger and backhoe attachment	60 000.00
Total Value for In-house Implementation		111 000.00
TOTAL SCOPE FOR MUTARE		187 535.95

Table 1e: Proposed equipment/goods packaging summary

UWSSRP : PROPOSED EQUIPMENT/GOODS PACKAGING SUMMARY							
TOWN	LOT A		LOT B		LOT C		TOTALS PER TOWN
	PUMPS, MOTORS & ELECTRICAL	COST	PLANT & EQUIPMENT	COST	PIPES, ACCESSORIES & HARDWARE	COST	
Chitungwiza	New starter and terminal block for the repair of the effluent pump station #3	10,000.00			Outflow meter required for the old effluent pump station	5,000.00	135,500.00
	Supply of two 180kW motors for the new effluent pump station.	15,000.00			Supply of 1.3 km 315mm diameter PVC pipes for sewage rising main .	65,500.00	
	Supply of 2 in built shredders for sewage pumps with high solid content at St Mary's pump station #3.	40,000.00					
Chegutu	2No x ZRP reservoir pump	33,000.00	Sewage Pond Maintenance Equipment	86,000.00	Water network repairs Chegutu/Pfupajena	52,500.00	438,500.00
	3No x Chakari reservoir pumps	46,000.00	Sewerage system maintenance Equipment	70,000.00	Chegutu Clinic tankstands and elevated tank materials	6,000.00	
					Pipes for water distribution network reinforcement for Pfupajena/Chegutu HDS	80,000.00	

					Pipes for sewer collection network reinforcement for Pfulajena/Chegututu HDS	65,000.00	
Kwekwe	2No x Chicago reservoir pumps	22,000.00	NONE		Water network repairs Mbizo/Amaveni	20,000.00	74,500.00
	1No x Town Inlet submersible pump	28,500.00			Chicago reservoir pumpstation steel pipes.	4,000.00	
Masvingo	Bushmead WTP 485kW motor installations	70,000.00			SPS No 1 Structure construction materials	10,000.00	
	3No x 3.3kVAPower Factor Correction Capacitors for WTP	45,000.00			Rujeko Sewage Pump Station pipeworks	20,500.00	168,000.00
	1No x 275kVAr Power Factor Correction Capacitors for WWTP	22,500.00					
Mutare	NONE		Scour blower to Odzani WTP	70,250.00	Pipes for Reinforcement of Hobhouse and Dangamvura water distribution networks	49,000.00	605,500.00
			Sludge Wasteland	70,000.00	External lighting repairs and installation	2,000.00	

			Air-con instillation at the Gimboki WWTP	6,000.00	Chikanga valve chamber cover materials	3,000.00	
			Additional air scour blower for Odzani Water Treatment Works	70,250.00			
					Supply of 450mm diameter GRP pipes with fittings for completion of 2040m of incomplete section of the Dangamvura water supply pipeline	295,000.00	
			Supply concrete breaking and soil compacting equipment and hand tools that assist in pipe laying	40,000.00			
	LOT A TOTAL	332,000.00	LOT B TOTAL	412,500.00	LOT C TOTAL	677,500.00	1,422,000.00
UWSSRP : PROPOSED SMALL WORKS PACKAGING SUMMARY							
TOWN	LOT D		LOT E		LOT F		TOTALS PER TOWN
	CHEGUTU STEEL	COST	KWEKWE VALVE	COST	NONE	COST	

	PIPEWORKS SUMMARY		REFURBIS HMENTS				
Chegutu	Chikari pipe re-configuration	22,000.00	NONE	NONE	-	142,000.00	
	Low-lift pump station suction pipeworks upgrading at Chegutu WTP	25,000.00					
	Filter gallery backwash pipe replacement at Chegutu WTP	20,000.00					
	Rehabilitation of housing connections	75,000.00					
Kwekwe			Kwekwe WTP Valve Refurbishments	116,000.00	NONE	-	116,000.00
Masvingo	NONE		Facilitation for the Main WWTP BNR gearbox repairs	17,500.00	NONE	-	20,000.00
			Crane hire for relocation of electrical pannel at the SPS No 1	2,500.00			
Mutare						-	0.00
					NONE		
	LOT D TOTAL	142,000.00	LOT E TOTAL	136,000.00	LOT F TOTAL	-	278,000.00

UWSSRP : PROPOSED SERVICES PACKAGING SUMMARY							
TOWN	SERVICES						TOTALS PER TOWN
	DESCRIPTION	COST					
Chegutu	Capacity Building	10,000.00					10,000.00
							-
Kwekwe	Capacity Building	10,000.00					10,000.00
							-
Masvingo	Capacity Building	10,000.00					10,000.00
							-
Chitungwiza	Capacity Building	10,000.00					10,000.00
							-
Mutare	Capacity Building	10,000.00					10,000.00
							-
	LOT SERVICES	50,000.00					50,000.00
							-
							-

Goods Cost Estimate	1,422,000.00
Works Works Estimate	278,000.00
Services	50,000.00
TOTAL UWSSRP III ESTIMATE (US\$)	1,750,000.00

UWSSRP : PROPOSED GOODS , WORKS AND SERVICES PACKAGING SUMMARY BY TOWN

		Goods	Works	Services	Total
Chitungwiza		135,500.00	-	10000	145,500.00
Chegutu		438,500.00	142,000.00	10000	590,500.00
Kwekwe		74,500.00	116,000.00	10000	200,500.00
Masvingo		168,000.00	20,000.00	10000	198,000.00
Mutare		605,500.00		10000	615,500.00
		1,422,000.00	278,000.00	50,000.00	1,750,000.00

Annex 6 : Status of Country Portfolio

Bank Group Financed Active Operations in Zimbabwe, As at 9th October 2018											
#	Sector/Operations	Funding Window	Approval Date	Final Disbursement Date	Amount App. (UA)	Amount Dis. (UA)	Disbursement Rate	Age	IP (Impl.Progess)	DO (Dev. Objectives)	Overall Performance Status
	AGRICULTURE SECTOR				7,286,055	6,376,211	87.5%	4.4			
1	LAKE HARVEST PROJECT	ADB Loan	26-10-11	26-11-20	5,844,023	5,844,023	100.0%	7.0	2	2	PP
2	SUPPORT TO THE BEEF AND LEATHER VALUE CHAIN	ADF Grant	19-10-15	30-06-19	719,165	217,404	30.23%	3.0			
		FAPA Grant	11-06-15	30-06-19	722,867	314,784	43.5%	3.3			
	MULTI_SECTOR				26,320,000	21,971,865	83.5%	3.9			
3	CAPACITY BUILD. PROJECT FOR PFDEM	ADF Grant	05-12-12	30-04-18	16,120,000	15,341,508	95.2%	5.9	3	3	NPP
4	GOVERNANCE AND INSTITUTIONAL PROJECT	ADF Grant	12-12-13	29-06-18	5,200,000	4,472,308	86.0%	4.8	3	3	NPP
5	STRENGTHENING INSTITUTIONS OF TRANSPARENCY AND ACCOUNTABILIT	ADF Grant	10-07-15	31-03-19	2,000,000	1,739,723	87.0%	3.3	4	3	NPP
6	INST. SUPPORT FOR STATE ENTERPRISE REFORM & DELIVERY PROJECT	ADF Grant	24-01-17	30-06-20	3,000,000	418,326	13.9%	1.7			
	POWER SECTOR				53,019,108	9,242,997	17.4%	3.5			
7	EMERGENCY POWER INFRASTRUCTURE REHAB Phase II Stage I	ZIMFUND	18-12-13	30-11-18	10,998,181	7,775,229	70.7%	4.8	3	3	NPP
	EMERGENCY POWER INFRASTRUCTURE REHAB Phase II Stage II	ZIMFUND	20-06-17	31-03-19	5,220,927	-	0.0%				
8	ALASKA-KAROI POWER TRANSMISSION REINFORCEMENT PROJECT	ADF Grant	16-12-16	31-07-20	13,540,000	304,479	2.2%	1.8			
9	MULTINATIONAL KARIBA DAM REHABILITATION PROJECT	ADF Grant	15-12-14	31-12-25	23,260,000	1,163,289.00	5.0%	3.8			
	FINANCIAL SECTOR				17,831,033	17,831,033	100.0%	2.5			
10	CABS TRADE FINANCE LINE OF CREDIT	ADB Loan	20-04-16	28-12-18	17,831,033	17,831,033	100.0%	2.5			
	SOCIAL SECTOR				3,410,000	1,833,791	53.8%	1.9			
11	YOUTH AND WOMEN EMPOWERMENT PROJECT	ADF Grant	31-10-16	30-06-20	3,410,000	1,833,791	53.8%	1.9			
	TRNASPORT SECTOR				880,000	852,559	96.9%	4.8			
12	TRANSPORT SECTOR MASTER PLAN STUDY	ADF Grant	18-12-13	30-11-18	880,000	852,559	96.9%	4.8	3	3	NPP
	WATER SUPPL/SANIT				51,337,113	22,026,277	42.9%	3.4			
13	URGENT WATER SUPPLY AND SANITATION REHAB PHASE II	ZIMFUND	07-10-13	30-09-19	14,150,708	12,049,621	85.2%	5.0	4	3	NPP
	ADDITIONAL FINANCINF TO UWSSRP PHASE II	ZIMFUND	30-09-15	30-09-19	11,518,847	6,295,741	54.7%	3.0			
14	BULAWAYO WATER & SEWAGE SERVICES IMPROVMENT PROJECT	ADF Grant	09-12-15	31-12-20	24,000,000	3,336,808	13.9%	2.8	3	3	NPP
15	ZIMBABWE INTEGRATED URBAN WATER MANAGEMENT	AWF	21-12-15	31/01/2019	1,667,557	344,108	20.6%	2.8			
	GRAND TOTAL				160,083,308	80,134,733	50.1%	3.5	3	3	

Note: Ratings (1-4): Highly Unsatisfactory = 1; Unsatisfactory = 2; Satisfactory = 3; Highly Satisfactory = 4 NPP= Non Potentially Problematic Project; PP = Problem Project; and PPP = Potentially P

AFRICAN DEVELOPMENT BANK

BOARD OF DIRECTORS

Resolution N° B/[●]/2019/[●]

Adopted by the Board of Directors on a lapse-of-time basis, on [●] 2019

Additional Financing: Grant to the Republic of Zimbabwe from the Zimbabwe Multi-Donor Trust Fund to finance part of the costs of the Urgent Water Supply and Sanitation Rehabilitation Project – Consolidation Works

THE BOARD OF DIRECTORS,

HAVING REGARD to: (i) Articles 1, 2, 8, 12, 13, 14, 17, 32, 37 and 50 of the Agreement Establishing the African Development Bank (the “Bank”); (ii) Document ADB/BD/WP/2010/80/Rev.1/Approved-ADF/BD/WP/2010/47/Rev.1/Approved entitled “Establishment of A Multi-Donor Trust Fund For Zimbabwe (Zim-Fund)” (the “Memorandum”); (iii) the Operations Manual of the Zimbabwe Multi-Donor Trust Fund (the “Operations Manual”); and (iv) the appraisal report contained in document ADB/BD/WP/2019/23/Approval (the “Appraisal Report”);

RECALLING

- (i) Resolution N° B/BD/2010/09-F/BD/2010/03 adopted by this Board on 31 May 2010, approving the Memorandum pursuant to which the Bank administers the resources of the Zim-Fund; and
- (ii) Resolution N° B/ZW/2015/51 adopted by this Board on 30 September 2015, approving a grant to the Republic of Zimbabwe, from the resources of the Zim-Fund, of an amount not exceeding Sixteen Million, One Hundred and Fifty Thousand United States Dollars (USD 16,150,000) to finance part of the costs of the Urgent Water Supply and Sanitation Rehabilitation Project - Phase 2 (the “Project”);

NOTING the availability of sufficient resources from the Zim-Fund to enable the Bank to commit the amount of the grant;

DECIDES as follows:

1. To award to the Republic of Zimbabwe (the “Recipient”), from the resources of the Zim-Fund, a grant of an amount not exceeding One Million, Seven Hundred and Fifty Thousand United States Dollars (USD 1,750,000) (the “Grant”) as additional financing for part of the costs of the Project;
2. To authorize the President to conclude a protocol of agreement between the Bank, in its capacity as Administrator of the Zim-Fund, and the Recipient (the “Protocol of Agreement”), on the terms and conditions specified in the General Conditions Applicable to Protocols of Agreement for Grants of the African Development Fund, the Memorandum, the Operations Manual and the Appraisal Report;
3. The President may cancel the Grant if the Protocol of Agreement is not signed within ninety (90) days from the date of approval of the Grant by the Board; and
4. This Resolution shall become effective on the date above-mentioned.