



**Governing Council
of the
United Nations
Development Programme**

Distr.
GENERAL

DP/CP/CVI/2/EXTENSION I
20 May 1987
ENGLISH
ORIGINAL: FRENCH

Thirty-fourth session
26 May-19 June 1987, New York
Agenda item 5 (b)

COUNTRY AND INTERCOUNTRY PROGRAMMES AND PROJECTS

SECOND COUNTRY PROGRAMME FOR CAPE VERDE, 1983-1986

Extension requested for the period January 1987-June 1988

<u>Extension period</u>	<u>IPF for the extension period</u>
January 1987-June 1988	1 926 000 dollars

I. JUSTIFICATION

1. The second programme for Cape Verde (DP/CP/CVI/2), for the period 1983-1986, ended on 31 December 1986. Although the Government approved the Second National Development Plan (1986-1990) in the course of the year, it was decided that the preparation of the new programme should be delayed until after the prior meeting of the second Cape Verde round table at Praia, scheduled for the beginning of December. That meeting provided an opportunity for Cape Verde's principal development partners to reaffirm their support for the development objectives and policies of the country and for the action programmes identified in the National Development Plan. The new UNDP programme exercise for Cape Verde can thus benefit from the conclusions and recommendations submitted by the second round table. Accordingly, the Government has requested that the second technical assistance programme be extended until June 1988.

II. OBJECTIVES

2. The objectives of the second programme, as approved by the Governing Council in February 1983, remain entirely valid for the period of extension proposed, namely: to support government efforts in the rural development sectors (groundwater, agricultural extension, agro-hydrometeorology, co-operatives, soil and water conservation, fisheries) and to backstop government initiatives in the industrial sector, planning, upgrading of human settlements and human resources development.

III. DESCRIPTION OF THE PROGRAMME

A. Rural development

Assistance to the agro-meteorological and hydrological services (CVI/86/007, phase II)

3. Continued assistance would be used primarily to train managerial staff at various levels. An amount of \$345,000 has been earmarked for this purpose. The project will continue to receive complementary assistance from other donors, in particular the United States Agency for International Development (USAID) and the Federal Republic of Germany.

Assistance to the National Water and Water Resources Board (CVI/86/001, preparatory phase)

Water resources (CVI/87/001, principal phase)

4. The preparatory phase of this project, whose high priority is obvious, began in 1986 and will be followed by a principal phase, in which the main objectives will be institutional strengthening, co-ordination of groundwater exploration and development through projects financed by other partners, and training of national personnel. An amount of \$2 million has been earmarked for this activity.

Assistance for the development of small-scale fisheries (CVI/86/006)

5. The Government has drawn up a fisheries development programme for which part of the financing will be provided by the International Fund for Agricultural Development (IFAD) in an amount estimated at \$12 million. The new project CVI/86/006, which is a continuation of an earlier phase of assistance (CVI/82/003), will be a vital technical assistance component for setting up this programme. An amount of \$1.3 million, or 18.3 per cent of the indicative planning figure (IPF), will be devoted to this activity.

Highly labour-intensive work (CVI/83/004)

6. This project has been operational since 1983. Its purpose is to create methods and government expertise for the study, launching and successful implementation of job-creation projects throughout the country. This activity has a budget of \$278,000 for 1987, the last year of the exercise.

B. Industrial development

Assistance to industrial planning and development (CVI/84/002)

7. This project, initiated in 1985 with joint financing from UNDP and the Government (credit line provided by the International Development Association), will have achieved its principal objectives by the end of 1987 and, in particular, will have established a research and planning office and an industrial promotion unit. The third programme IPF resources allocated to this project amount to \$197,000.

C. Economic and social planning

Assistance to planning (CVI/87/011, phase IV)

8. This new phase, which comes in the wake of the preceding efforts to strengthen sectoral analysis capability, will provide the necessary institutional support for the implementation of a national development plan. Its cost is estimated at \$1 million for the period 1987-1991 and will be borne in part by the Special Measures Fund for the Least Developed Countries (SMF).

Assistance for computerization

Assistance to the national accounts

9. Since 1978 UNDP has been concerned with the establishment and strengthening of State machinery and skills in the fields of planning and statistics. As regards statistics, these two projects will continue the assistance already provided and will receive from the IPF amounts respectively estimated at \$200,000 and \$100,000. This assistance will be reinforced by regional actions and by a human resources planning project of the United Nations Fund for Population Activities (UNFPA).

Administrative reform (CVI/86/009)

10. The Government has initiated an administrative reform designed to endow itself with institutions, participating structures and human resources capable of responding more effectively to the requirements of public administration for development. This action, backstopped by UNDP, receives support from other donors, including the Swedish International Development Authority (SIDA), USAID and Brazil. UNDP will play a central co-ordinating role, for which an allocation of \$750,000 has been planned, divided between the IPF (50 per cent), SMF (35 per cent) and a contribution from the Government of Brazil (15 per cent).

Export policy

Export promotion

Plan of action for exports

11. The objective of these three activities is to define and lay the foundations for the Cape Verdean export strategy for industrial and fisheries products. The first two projects will be financed from the IPF in the amounts of \$120,000 and \$140,000, respectively. The third, whose cost is estimated at \$235,000, is on the waiting list because of insufficient resources.

D. Human settlements

Improvement of living conditions in the poorest neighbourhoods of Praia (CVI/86/005)

12. Following preparatory work and studies (CVI/81/007), UNDP, in conjunction with the United Nations Capital Development Fund (UNCDF), will participate actively in the development of a programme of action for the improvement of poor neighbourhoods in Praia. This action, which places primary emphasis on the physical improvement of the environment with the active participation of the beneficiaries, will strengthen the Government's capabilities and will create a national expertise able to undertake similar work in other localities of the country. The cost of technical assistance financed by project CVI/86/005 is \$522,000, to which is added a contribution of \$28,000 from the United Nations Centre for Human Settlements (Habitat). UNCDF has set aside financing of \$2.6 million.

School building (CVI/80/003)

13. This project provides technical assistance in the amount of \$1.6 million as back-up to the UNCDF project for the building of schools. The sector also receives assistance from the African Development Bank (AfDB) (\$1.2 million) and the World Bank (\$3.5 million). The UNDP contribution is \$90,000 for 1987.

E. Health

Health training, TCDC Brazil/Cape Verde (CVI/84/001)

14. This project, whose goal is to further the training and specialization of Cape Verde physicians, uses resources made available to Cape Verde by Brazil through a TCDC project. Under the planned exchanges, Brazilian medical personnel will visit Cape Verde and Cape Verde physicians will receive specialist training in Brazil. An IPF allocation of \$150,000 is planned for the period 1987-1991, with a similar contribution from the IPF of the Brazilian programme and a separate contribution from the Government of Brazil to defray the cost of the studies and residence of the trainees. Over the period of the programme the health sector will

receive a contribution of approximately \$13.5 million from UNFPA, the World Food Programme (WFP), the Emergency Operations Trust Fund and the United Nations Children's Fund (UNICEF).

F. Human resources

Support to human resources development (CVI/86/003)

15. The objective of this project is to establish or strengthen departments in the principal Cape Verdean enterprises and supervisory ministries so that they are better equipped for the forward management of human resources. This project, which began in 1986, has been allocated \$120,000 from the IPF.

Multidisciplinary fellowships (CVI/86/001)

Technical training (CVI/86/004)

16. These two projects directly support government efforts to promote the training of the human resources required for the development of the country. The respective IPF amounts are \$50,000 and \$280,000.

Transfer of knowledge with the help of expatriate nationals (TOKTEN, CVI/86/010)

17. This project, begun in 1986, is designed to draw on the considerable pool of knowledge available in the expatriate Cape Verdean community. Its cost of \$50,000 is to be borne by SMF.

IV. RECOMMENDATION OF THE ADMINISTRATOR

18. The Administrator recommends to the Governing Council approval of the extension of the second programme for Cape Verde.

FINANCIAL SUMMARY

I. ACTUAL RESOURCES TAKEN INTO ACCOUNT FOR PROGRAMMING

	<u>\$</u>	<u>\$</u>
A. <u>UNDP-administered sources</u>		
Third cycle IPF balance	70 000	
January 1987-June 1988 IPF	1 856 000	
Subtotal IPF		1 926 000
Special Measures Fund	829 000	
Special programme resources	150 000	
Government cost-sharing	-	
Third-party cost-sharing	42 000	
Operational funds under the authority of the Administrator (UNSO, UNCDF, UNV, NTF <u>a/</u>)	5 396 000	
UNDP special trust funds (UNFSSTD, UNIFEM, EOTF)	<u>511 000</u>	
Subtotal, UNDP non-IPF funds		6 928 000
B. <u>Other sources</u>		
Funds from other United Nations agencies or organizations as a result of the country programme exercise (World Bank, FAO, UNFPA, Habitat, Regional project for assistance to small enterprises)	639 000	
Parallel financing from non-United Nations sources (Brazil, France)	120 000	
Subtotal, other sources		<u>759 000</u>
TOTAL ACTUAL RESOURCES TAKEN INTO ACCOUNT FOR PROGRAMMING		<u><u>9 613 000</u></u>

II. USE OF RESOURCES

Ongoing projects	5 883 000	
New project proposals	3 730 000	
Programmed reserve	-	
Subtotal, programmed resources		9 613 000
Unprogrammed reserve		<u>-</u>
TOTAL USE OF RESOURCES		<u><u>9 613 000</u></u>

a/ Netherlands Trust Fund for the Least Developed Countries.