

SCHEDULE 1**Description of the Project**

1. The expected overall impact of the Project is improved environment, economy and public health in the Project Area. The expected outcome of the Project is improved municipal infrastructure, service delivery and better living conditions within the Project Area.

2. The Project includes the following components:

Part A: Project Financing Facility

Provide MDF with resources for financing subprojects that will increase efficiency, quality, coverage and reliability of urban transport, water supply, waste water, solid waste management, roads, street lighting, traffic management, and other municipal services and goods.

Part B: Project Management and Capacity Development

- (a) Improve capacity of the MGs in preparing and appraising feasibility, engineering, design, environmental, social, and other related studies.
- (b) Improve capacity in project management at municipal level.
- (c) Strengthen corporate and business planning processes within MDF, provide training to MDF staff, and improve its capacity in conducting studies.

3. The Project is expected to be completed by 31 December 2013.