

Iraq Reconstruction Update for the Pentagon Press Corps

January 19, 2005

(10 am Washington; 6 pm Baghdad)

with:

Charles Hess

Director, Iraq Project and Contracting Office (PCO)

Ambassador Bill Taylor

Director, Iraq Reconstruction Management Office (IRMO)

Chris Milligan

Deputy Mission Director, United States Agency for International Development (USAID)



PCO: 3 main goals being met

1) To improve the infrastructure in Iraq

Over 1,578 new construction site starts by the 30 January elections

2) To boost Iraqi employment

103,142 Iraqis gainfully employed working on PCO projects today

3) To build Iraqi capacity

Construction industry, engineering, and training so that we may maintain the new and renovated infrastructure and so that we may be self-sustaining



Progress Today

Item	15 Aug	15 Oct	15 Dec	15 Jan
Apportioned <i>The amount, out of \$18.4 billion that has been released to date</i>	\$11.1 billion	\$15.5 billion	\$16.54 billion	\$16.60 billion
Commitments <i>The amount of money that has been reserved for specific projects</i>	\$9.84 billion	\$12.4 billion	\$14.16 billion	\$14.08 billion
Obligations <i>The amount of money that has been legally contracted with companies to perform the work. An important indicator of progress.</i>	\$6.9 billion	\$8.0 billion	\$9.64 billion	\$10.48 billion
Number of Iraqi employees with PCO-related projects today	87,550	81,693	103,024	103,142
Construction Starts/Sites Today	610	762	1167	1578

Current as of: Jan 17, 2005



Financial Status

Total IRRF

As of January 12 , 2005

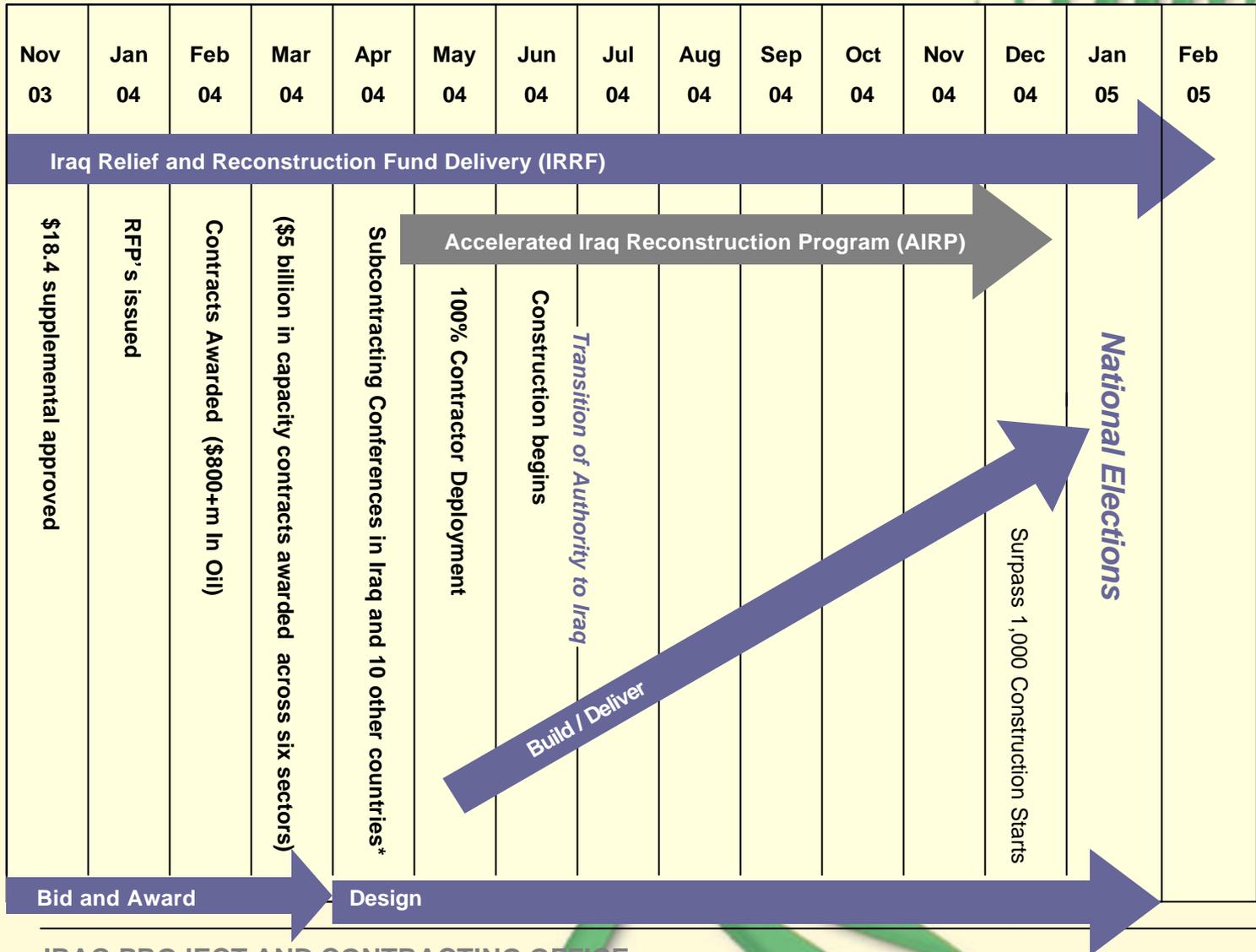


\$Millions Sector	2207 Report	Apportion	Committed		Obligated		Disbursed	
			Last Week	Current	Last Week	Current	Last Week	Current
Security and Law Enforcement	5045	5045	4356	4438	3232	3264	1182	1208
Electricity Sector	4350	3627	3328	3319	2703	2677	581	618
Oil Infrastructure	1701	1701	1266	1397	920	941	97	123
Justice, Public Safety and Civil Society	1121	1120	865	878	591	600	115	132
Democracy	832	832	696	696	581	606	190	191
Education, Refugees, Human Rights, Governance	379	379	179	179	171	171	43	43
Roads, Bridges and Construction	359	355	295	285	187	182	33	33
Health Care	786	786	750	710	417	476	16	27
Transportation and Communications	499	512	475	467	322	323	24	27
Water Resources and Sanitation	2311	1373	1308	1283	891	886	42	35
Private Sector Development	843	843	403	402	327	327	69	70
Admin Expense (USAID, STATE)	213	29	29	29	29	29	29	29
TOTAL	18439	16602	13950	14083	10371	10482	2421	2536
CONSTRUCTION	11306	9542	8444	8555	6360	6380	1239	1307
NON-CONSTRUCTION	6301	6228	4810	4831	3430	3496	992	1038
DEMOCRACY	832	832	696	696	581	606	190	191
Total	18439	16602	13950	14082	10371	10482	2421	2536

**No data received from OPIC or USIP this week
Changes driven by actions on obligations**



Timeline: PCO Deliverables



Benchmark Facilities	Starts	Ongoing	Completed
Security & Justice <i>i</i>	359		46
Border Posts	133	133	0
Points of Entry	7	7	0
Military Bases	38	27	11
Police Facilities	86	69	17
Fire Facilities	71	70	1
Prisons / Courts	9	5	4
Other	15	2	13
Public Works & Water <i>i</i>	140		74
Water Treatment	24	12	12
Sewage System on-line	24	12	12
Irrigated Agricultural Area	17	5	12
Potable Water Systems	36	18	18
Water Resource Projects	0	0	0
Sewerage Projects	0	0	0
Other	39	19	20
Oil <i>i</i>	25		12
Restore GOSP	1	0	1
Water Injection Pump Stations	8	1	7
LPG / LNG Plant Refurb	0	0	0
Dedicated Power	3	0	3
Other	13	11	2

Benchmark Facilities	Starts	Ongoing	Completed
Buildings, Health & Education	746		238
Schools	569	386	183
Primary Healthcare Centers	89	85	4
Hospitals	24	17	7
Public Buildings	43	17	26
Other	21	3	18
Transportation & Communication	238		90
Village Roads	98	53	45
Expressways	1	0	1
Bridges	5	3	2
Airports (FAA Certification Ready)	5	5	0
Ports	4	3	1
Railroad Stations	91	66	25
Transportation Other	5	1	4
Postal Facilities	15	11	4
Communications	14	6	8
Electricity <i>i</i>	70		28
Generation	11	2	9
Transmission	15	7	8
Distribution	44	33	11
Other	0	0	0
Total Program	1578	1089	489



Sector Successes

Buildings, Health, & Education:

- 2,700 schools have been rehabbed with 187 now under PCO construction

Oil:

- Increased oil production by over 100,000 BPD, which will generate an annual revenue of more than \$1 billion.
- Saralu Wet Crude Plant completed

Security & Justice:

- The police station program, which is being executed by GRD and the MSCs, will complete substantially more stations than originally anticipated.
- 89 Forts under construction out of 300 planned throughout Iraq.
- Tallil Military Base - At 55% Construction Complete
- All border forts in Anbar, Basra and Myssan are under construction.



Sector Successes

(Continued)

Electricity:

- Developing seven short – term projects that will increase generation by 500 megawatts this summer
- Working on local distribution networks in numerous governates and will soon be working nationwide on similar distribution projects
- Actively constructing a number of transmission lines and will soon commence construction on several more

Water:

- Ba'qubah Landfill, Water/Sewer Rehabilitation – Completed 630 of 690 house connections in Water Service Areas
- Scalable Water Projects – four projects under construction
- Women's Bidding Conference on 29 Nov 04 at Baghdad Convention Center
- Started rehab at two water treatment plants (Wahada and Wathba, both in Baghdad).
- Iraqi laborers have installed more than 17 km of new water line in this city

Transportation & Communication:

- All Village Road Projects have been awarded and 240 kilometers are under construction.
- The Village Roads project includes the building and repairing of rural village roads nationwide to improve local access to markets and health and education services
- 83 railroad stations are under construction. (21 have been completed in Al Anbar)



For additional PCO information:

www.rebuilding-iraq.net

PCO Public Affairs-Baghdad

US Phone: (703) 343-9240, 1

US Cell Phone: (914) 822-5316

Erich.langer@cpa-iq.org

PCO Public Affairs-Washington

(703) 697-6035

Mary.Maloney@hqda.army.mil





OVERVIEW

- USAID administers \$5 billion of the U.S. aid allotted to Iraq.
- The USAID/Iraq program concentrates on five areas:
 - Infrastructure
 - Education, Health, and Essential Services
 - Economic Opportunity
 - Government Efficiency and Accountability
 - Emergency Needs
- Through grants and contracts to U.S. businesses and nonprofits, USAID is conducting more than 8,000 construction and re-equipping projects.
- USAID projects have employed tens of thousands of Iraqis in rebuilding their country.
- Approximately 350 expatriate technical advisors and program managers work on USAID projects around Iraq.
- USAID has activities in all of Iraq's 18 governorates.





CONSTRUCTION ACTIVITIES

USAID is administering more than \$2.4 billion in infrastructure improvement projects throughout Iraq; **completed and ongoing projects include:**

- **34 electrical generation and network improvement projects**
 - This work has added at least 620 MW to the grid, and is expected to add another 1200 MW.
- **136 water and wastewater projects**
 - Includes rehabilitation and construction of water and wastewater treatment plants, repairs to the Sweet Water Canal, water and sewerage network improvements and a rural water program which will serve areas with population of 1,000 to 5,000.
- **32 transportation projects**
 - Includes rehabilitation work at Baghdad and Basrah airports, Umm Qasr seaport, and other vital commercial and humanitarian flows.
- **2,405 rehabilitated schools, clinics and fire stations**
 - Includes a major project to construct the Basrah Children's Hospital.
- **Telecommunications improvement projects**
 - Under IRRF I, USAID spent \$52 million to improve the national telecommunications network. In December, USAID was re-apportioned \$70 million to manage a new Consolidated Fiber Network project, which includes providing SCADA functionality for the electricity grid and the rail network.



NON-INFRASTRUCTURE ACTIVITIES

USAID also has a diverse range of non-construction projects, including more than 4,500 small community-based development projects.

- **Education**

- Awarded 627 grants worth more than \$6 million to rehabilitate schools (2,405 rehabilitated countrywide).
- Awarded five grants worth \$20.7 million to create partnerships between U.S. and Iraqi universities.

- **Health**

- Distributed primary health care kits to reequip 600 local health clinics, with 485 completed to date.
- Immunized 5 million children against measles, mumps, and rubella, and vaccinated more than 700,000 pregnant women against neonatal tetanus.
- Provided skills training for 5,200 primary health care providers, physicians, and health educators.

- **Local Governance**

- In the first program year, USAID awarded \$15.5 million in rapid-response grants to strengthen the capacity of municipal authorities to deliver core services.
- More than \$2.4 million has been committed for the nationwide Civic Education Campaign, which educates Iraqis on democracy and its political situation. Over 28,500 democracy dialogues have been conducted to date.

- **Expanding Economic Opportunity**

- Provided technical support for the re-opening of the Iraq Stock Exchange. 3.6 billion Iraqi dinars (\$2.4 million USD) in shares were traded in the first day.
- Created more than 77,000 public-works jobs through the National Employment Program.

- **Providing Humanitarian Assistance**

- Since April 2003, USAID/OTI has issued more than 1,800 small grants totaling over \$136.9 million.
- In FY 2005/2006, USAID will program \$70 million in health, emergency relief commodities, income generating and cash-for-work programs, as well as water and sanitation projects for internally displaced and returnee populations.



USAID
FROM THE AMERICAN PEOPLE

IRAQ

PROGRESS TO DATE

ITEM	IIRF 1 (to date)	IIRF 2 (to date)	TOTAL
APPORTIONED <i>The amount, out of \$18.4 billion that has been released to date.</i>	\$2.1 billion	\$2.9 billion	\$5 billion
COMMITMENTS <i>The amount of money that has been reserved for specific projects.</i>	\$2.1 billion	\$2.5 billion	\$4.6 billion
OBLIGATIONS <i>The amount of money that has been legally contracted with companies to perform the work. An important indicator of progress.</i>	\$2.1 billion	\$2.4 billion	\$4.5 billion
Number of Iraqi employees with USAID-related projects today			51,532
Construction Starts/Sites today			2,619