



Project Data Sheet

Project 54271-002

Project Name	Fiscal Resilience and Social Protection Support Program (Subprogram 2)	
Project Number	54271-002	
Country / Economy	Georgia	
Project Status	Closed	
Project Type / Modality of Assistance	Loan	
Source of Funding / Amount	Loan 4246-GEO: Fiscal Resilience and Social Protection Support Program (Subprogram 2)	
	Ordinary capital resources	US\$ 100.00 million
Operational Priorities	OP1: Addressing remaining poverty and reducing inequalities OP2: Accelerating progress in gender equality OP3: Tackling climate change, building climate and disaster resilience, and enhancing environmental sustainability OP6: Strengthening governance and institutional capacity	
Sector / Subsector	Finance / Finance sector development - Money and capital markets Public sector management / Public expenditure and fiscal management - Reforms of state owned enterprises	
Gender	Some gender elements	
Description	The program aims to strengthen Georgia's fiscal resilience to external shocks, addressing institutional fragilities in fiscal management and social protection. Subprogram 2 deepens and completes reforms initiated in subprogram 1, supporting Georgia's economic recovery from the coronavirus disease (COVID-19) crisis, amid a context of heightened regional and global economic uncertainty. Prior actions included in subprogram 2 (i) improve institutional capacity for management of fiscal risks stemming from climate change and natural disasters and state-owned enterprises (SOEs); (ii) deepen domestic debt markets for government securities and capital market development to mitigate exposure to currency and refinancing risks; and (iii) strengthen adequacy and fiscal sustainability of social protection programs to protect the livelihoods of Georgia's aging population.	

Project Rationale and Linkage to Country/Regional Strategy

Georgia's sound policy response to the COVID-19 crisis generated a robust economic recovery in 2021. Growth in gross domestic product (GDP) rebounded sharply from -6.8% in 2020 to 10.4% in 2021. Similarly, an increase in the share of people living below the national poverty rate from 19.5% in 2019 to 21.3% in 2020, was quickly reversed to a historical low of 17.5% in 2021. Initial concerns about potential spillovers from Russian invasion of Ukraine have not materialized and did not alter the economic outlook for 2022. Instead, economic performance is expected to remain robust on account of an increased influx of migrants from the Russian Federation and strong growth in remittances and exports. Improved external inflows are expected to narrow the current account deficit to 8.2% of GDP in 2022, compared with 9.8% in 2021. Economic output is estimated to grow by 6% in 2022, signaling economic resilience, and prudent macroeconomic management.

Impact

Project Outcome

Description of Outcome

Progress Toward Outcome

Implementation Progress

Description of Project Outputs

Status of Implementation Progress (Outputs, Activities, and Issues)

Geographical Location

Nation-wide

Safeguard Categories

Environment C

Involuntary Resettlement C

Indigenous Peoples C

Summary of Environmental and Social Aspects

Environmental Aspects

Involuntary Resettlement

Indigenous Peoples

Stakeholder Communication, Participation, and Consultation

During Project Design

During Project Implementation

Responsible ADB Officer de Almeida Vieira de Sa, Rogerio

Responsible ADB Department Central and West Asia Department

Responsible ADB Division Public Management, Financial Sector and Trade Division, CWRD

Executing Agencies *Ministry of Finance*

Timetable

Concept Clearance 12 Jan 2024

Fact Finding	21 May 2022 to 28 May 2022
MRM	26 Aug 2022
Approval	10 Nov 2022
Last Review Mission	-
Last PDS Update	10 Nov 2022

Loan 4246-GEO

Milestones

Approval	Signing Date	Effectivity Date	Closing		
			Original	Revised	Actual
10 Nov 2022	21 Nov 2022	19 Dec 2022	31 Dec 2022	-	31 Dec 2022

Financing Plan		Loan Utilization			
	Total (Amount in US\$ million)	Date	ADB	Others	Net Percentage
Project Cost	100.00	Cumulative Contract Awards			
ADB	100.00	06 Feb 2023	106.27	0.00	100%
Counterpart	0.00	Cumulative Disbursements			
Cofinancing	0.00	06 Feb 2023	106.27	0.00	100%

© 2024 Asian Development Bank

This page was generated from /projects/54271-002/main on 03 March 2024