



## MG-Reengagement DPO (P150503)

AFRICA | Madagascar | Macro Economics & Fiscal Management Global Practice |  
IBRD/IDA | Development Policy Lending | FY 2015 | Seq No: 2 | ARCHIVED on 23-Dec-2015 | ISR22243 |

Implementing Agencies:

### Key Dates

#### Key Project Dates

Bank Approval Date:18-Dec-2014

Effectiveness Date:30-Dec-2014

Planned Mid Term Review Date:--

Actual Mid-Term Review Date:--

Original Closing Date:30-Dec-2015

Revised Closing Date:30-Dec-2015

### Program Development Objectives

Program Development Objective (from Program Document)  
improving the efficiency and transparency of public service delivery.

### Overall Ratings

Name	Previous Rating	Current Rating
Progress towards achievement of PDO	● Moderately Satisfactory	● Moderately Satisfactory
Overall Implementation Progress (IP)	● Moderately Satisfactory	● Moderately Satisfactory
Overall Risk Rating	● Substantial	● Substantial

### Implementation Status and Key Decisions

The program has disbursed completely. There has been an audit of the dedicated account of the Treasury at the Central Bank, as agreed in the financing agreement. The auditors have issued a clean report, which was accepted by the financial specialist.

## Risks

### Systematic Operations Risk-rating Tool

Risk Category	Rating at Approval	Previous Rating	Current Rating
Political and Governance	● High	● High	● High
Macroeconomic	● Moderate	● Moderate	● Substantial
Sector Strategies and Policies	● Substantial	● Substantial	● Substantial
Technical Design of Project or Program	● Moderate	● Moderate	● Moderate
Institutional Capacity for Implementation and Sustainability	● Substantial	● Substantial	● Substantial
Fiduciary	● Moderate	● Moderate	● Moderate
Environment and Social	● Moderate	● Moderate	● Moderate
Stakeholders	● Substantial	● Substantial	● Substantial
Other	--	--	--
Overall	● Substantial	● Substantial	● Substantial

## Results

### Results Indicators



► Share of cabinet ministers filing asset declaration with BIANCO (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	20.50	100.00	55.00	100.00
Date	31-Dec-2013	30-Nov-2014	30-Nov-2015	30-May-2016

► Transparency in the treatment of seized precious wood logs, measured by the periodical reports of the interministerial committee to the Council of Ministers on the execution of approved use plan of th (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	Use plan not yet submitted to CITES	--	- Use plan submitted in December 2014 and rejected by CITES - Revised use plan submitted in November 2015 - 81% of seized precious woods have been secured (December 2015) by executive secretary of inter-ministerial committee.	Seized precious wood handled under government use plan and international oversight
Date	30-Nov-2014	29-May-2015	18-Dec-2015	30-May-2016

► (i) Number of infants (0-11 months) vaccinated during the year; (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	671880.00	--	690033.00	884385.00
Date	31-Dec-2013	--	30-Nov-2015	30-May-2016



▲ (ii) number of pupils in public primary schools, (Number, Custom Supplement)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	3741700.00	--	3878728.00	4000000.00

▷ of which girls (%) (Number, Custom Breakdown)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	49.60	--	49.70	49.80
Date	30-Aug-2014	--	30-Nov-2015	30-May-2016

▶ The ratio of "fees collected" to "estimated value of electricity generated" (based on the amount of fuel inputs used) by JIRAMA (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	68.00	--	70.00	75.00
Date	30-Nov-2014	--	30-Nov-2015	30-May-2016

▶ Share of loan items starting without implication of MFB from the beginning (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	a positive number (more than 0)	--	0	--
Date	30-Nov-2014	--	30-Nov-2015	30-May-2016



► Restructured arrears outstanding to the 3 petroleum companies and Ambatovy (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	559.00	--	585.10	259.00
Date	30-Nov-2014	--	31-Aug-2015	30-May-2016

#### Overall Comments

All indicators are moving in the right direction except for the arrears. The government had a very difficult year with an acute shortage of revenues in 2015. The investigations into the situation also found that the arrears situation was much worse than was acknowledged in 2014. The share of cabinet ministers filing asset declaration decreased from last year (when it was a prior action, so arguably an "exceptional year"), but an increase compared to the base line. Also, international experience shows that the first declaration is easy but subsequent ones are more difficult, as they require justifying increases in between. BIANCO has taken steps to sensitize the cabinet ministers (some of whom turned over in 2015), and moved to initiate sanctions against those who are not compliant.

## Data on Financial Performance

### Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	Disbursed
P150503	IDA-55820	Effective	XDR	30.50	30.50	0.00	30.50	0.00	100%

### Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P150503	IDA-55820	Effective	18-Dec-2014	18-Dec-2014	30-Dec-2014	30-Dec-2015	30-Dec-2015

## Tranches

### Restructuring History

There has been no restructuring to date.

### Related Operations

There are no related projects.