



FIRST PROGRAMMATIC SHARED PROSPERITY DEVELOPMENT POLICY LOAN (P151804)

LATIN AMERICA AND CARIBBEAN | Panama | Macro Economics & Fiscal Management Global Practice | IBRD/IDA | Development Policy Lending | FY 2015 | Seq No: 1 | ARCHIVED on 23-May-2016 | ISR23356 |

Implementing Agencies:

Key Dates

Key Project Dates

Bank Approval Date:07-Apr-2015

Effectiveness Date:31-Jul-2015

Planned Mid Term Review Date:30-Apr-2017

Actual Mid-Term Review Date:--

Original Closing Date:30-Apr-2016

Revised Closing Date:30-Apr-2016

Program Development Objectives

Program Development Objective (from Program Document)

The Program Development Objective of the DPL series is to support the Government of Panama's efforts to (i) expand inclusion and opportunities, (ii) improve service delivery, and (iii) modernize fiscal management.

Overall Ratings

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

Implementation Status and Key Decisions

The implementation of the First Shared Prosperity Development Policy Loan, the first in a series of three operations, is on track. Progress has been made across all policy areas supported by this operation, and the authorities are taking measures to ensure that all outcome indicators are met before the end of the program. The World Bank team is monitoring progress towards the outcome indicators on a regular basis and expects to present the second operation of this series (Second Shared Prosperity Development Policy Loan) to the World Bank Group's Board of Directors in 2016.



Risks

Systematic Operations Risk-rating Tool

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



Environment and Social	● Low	--	● Low
Stakeholders	● Substantial	--	● Moderate
Other	--	--	--
Overall	● Moderate	--	● Moderate

Results

Results Indicators

- The number of projects prepared in line with the National Development Plan for Indigenous People (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	2.00	3.00
Date	31-Dec-2014	--	29-Apr-2016	31-Dec-2017

Comments

In Progress.

Notes: The Government is on track to meet the result indicator within the timeline of the operation. Ongoing initiatives are in line with the National Development Plan for Indigenous Peoples, with the objective of strengthening the identity of Indigenous People through the practice of their native religion and through capacity building activities among the population. The World Bank is providing technical assistance to support this policy area.

- Culturally differentiated programs in health and education are available for beneficiaries of Red de Oportunidades (Yes/No, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	N	--	N	Y
Date	31-Dec-2014	--	29-Apr-2016	31-Dec-2017

Comments

In progress.

Notes: The Government has made good progress in developing culturally differentiated programs and is on track to achieve the indicator within the timeline of the operation. In particular, a New Model of Social Intervention was developed to articulate the interactions between the communities and government and non-government organizations in *Comarcas*, Rural Areas, and Marginal-Urban areas. MIDES is also conducting public consultations for the Planning Framework for Indigenous Peoples to make it more appropriate for their specific needs.



► Semiannual monitoring and evaluation reports are produced on the performance of Beca Universal (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	0.00	2.00
Date	31-Dec-2014	--	29-Apr-2016	31-Dec-2017

Comments

In progress.

Notes: The Government is taking action to accelerate the progress in the preparation of the evaluation reports for *Beca Universal*. The Ministry of Education is working on the methodology for conducting the evaluation.

► 20 percent of students of technical secondary education have graduated from ProJoven (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	6.00	20.00
Date	31-Dec-2014	--	29-Apr-2016	31-Dec-2017

Comments

In Progress.

Notes: The Government is on track to meet the result indicator within the timeline of the operation. As of April 2016, 6 percent of graduates from technical secondary schools have participated in the ProJoven program. In addition, in 2014-15, 432 students were participating in the program, of which 23 percent found a permanent job after the program.

► Percent of elderly aged 65 or older without other pension receive benefits from the 120 a los 65 program (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	27.00	--	42.70	42.00
Date	31-Dec-2014	--	29-Apr-2016	31-Dec-2017

Comments

Achieved.

Notes: By March 2016 the program had 128,095 beneficiaries, which represented 42.7 percent of population over 65 years old. This implies that the share of elderly aged 65 or older without other pension is higher than 42.7 percent.



► The Government provides Red de Oportunidades transfers through banking system (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	49.00	60.00
Date	31-Dec-2015	--	29-Apr-2016	31-Dec-2017

Comments

In Progress.

Notes: The Government is on track to meet the result indicator within the timeline of the operation. MIDES has signed an agreement with *Banco Nacional*, Panama's national bank, to allow for the channeling of CCT payments through the banking sector since 2015.

► The basic sanitation plan has at least 30,000 households as beneficiaries (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	50000.00	30000.00
Date	31-Dec-2014	--	31-Dec-2015	31-Dec-2017

Comments

Achieved.

Notes: According to the *Secretaria de Metas Presidenciales* of Panama, the basic sanitation program has been rolled out to 50,000 households.

► 50 percent rural water boards are connected to SIASAR (Amount(USD), Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	400.00	--	449.00	1412.00
Date	31-Dec-2014	--	29-Apr-2016	31-Dec-2017

Comments

In Progress.

Notes: The Government is on track to meet this result indicator within the timeline of the operation. The Directorate of the Water and Sanitation Subsector of the Ministry of Health has increased the coverage of SIASAR and is working on a strategic plan to further extend the coverage of the project. The target value for the indicator was updated to reflect the recent information.



► Average hours of electricity outages/year reduced (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	53.00	--	--	36.70
Date	31-Dec-2014	--	31-Dec-2015	31-Dec-2017

Comments

In Progress.

Notes: The preliminary information suggests that there has been a reduction in the average number of electricity outages of around 5 percent in 2015, but the final result is not yet available.

► Share of central government and decentralized entities funds channeled through a Single Treasury Account is increased (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	69.30	100.00
Date	31-Dec-2014	--	31-Mar-2016	31-Dec-2017

Comments

In Progress.

Notes: The Government is on track to meet the result indicator within the timeline of the operation. By March 2016, 89 accounts of 20 Central Government entities had been transferred to the Single Treasury Account.

► Financial statements for budget execution are automatically generated for Central Government Entities (Yes/No, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	N	--	N	Y
Date	31-Dec-2014	--	29-Apr-2016	31-Dec-2017

Comments

In Progress.

Notes: The Government is on track to meet the result indicator within the timeline of the operation. At present, 21 of 24 Central Government entities have been included in the new financial information management system, ISTMO, and have automatic generation of financial statements.



▶ Availability of contingent financing instruments is increased (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	5.00	--	5.00	7.00
Date	31-Dec-2014	--	29-Apr-2016	31-Dec-2017

Comments

In Progress.

Notes: The Government is on track to meet the result indicator within the timeline of the operation. Parametric insurance schemes are being negotiated with Switzerland and COSEFIN for protection against excessive rainfall within the CCRIF.

Overall Comments

The overall progress towards meeting the program development objectives is moderately satisfactory.

The Government is taking actions to support the implementation of the program and ensure that all results indicators are achieved within the timeline of the operation.

Data on Financial Performance

Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	Disbursed
P151804	IBRD-84920	Closed	USD	300.00	300.00	0.00	300.00	0.00	100%

Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P151804	IBRD-84920	Closed	07-Apr-2015	27-May-2015	31-Jul-2015	30-Apr-2016	30-Apr-2016

Tranches

Restructuring History

There has been no restructuring to date.

Related Operations

P154819-Panama Second Shared Prosperity Development Policy Loan

