



## Philippine Rural Development Project (P132317)

EAST ASIA AND PACIFIC | Philippines | Agriculture and Rural Development Global Practice |  
IBRD/IDA | Investment Project Financing | FY 2015 | Seq No: 2 | ARCHIVED on 26-Jun-2015 | ISR17856 |

Implementing Agencies: Department of Agriculture

### Key Dates

#### Key Project Dates

Board Approval date:29-Aug-2014

Effectiveness Date:03-Dec-2014

Planned Mid Term Review Date:15-Feb-2017

Actual Mid-Term Review Date:--

Original Closing Date:31-May-2021

Revised Closing Date:31-May-2021

### Project Development Objectives

#### Philippine Rural Development Project (P132317)

Project Development Objective (from Project Appraisal Document)

The PRDP aims to increase rural incomes and enhance farm and fishery productivity in the targeted areas by supporting smallholders and fisher folk to increase their marketable surpluses, and their access to markets. This will be achieved through: (a) supporting changes in agricultural and fisheries planning, resource programming and implementation practices; and (b) financing priority local investments in rural infrastructure and enterprise development derived from agricultural and fisheries modernization plans, using a value chain approach, and through stakeholder consultations. The results indicators for the Project are: (a) at least five (5) percent increase per year in real household annual incomes of farmer and fisherfolk beneficiaries; (b) thirty (30) percent increase in incomes for targeted beneficiaries involved in enterprise development; (c) seven (7) percent increase in value of annual marketed output; and (d) twenty (20) percent increase in the number of farmers and fisherfolk with improved access to Department of Agriculture services.

Has the Project Development Objective been changed since Board Approval of the Project Objective?

No

#### Philippine Rural Development Project (P132424)

Global Environmental Objective (from Project Appraisal Document)

The Global Environment Objective (GEO) is to strengthen the conservation of the coastal and marine resource base in targeted project areas. This will be achieved through (a) enhancing institutional and planning capacities of local governments and communities; (b) providing support to marine protected areas with global biodiversity significance and select fishery co-management arrangements; and (c) sharing of knowledge and best practices.

Has the Global Environmental Objective been changed since Board Approval of the Project Objective?

No

### Components



## Name

Component 1: Local and National Level Planning:(Cost \$19.27 M)

Component 2: Infrastructure Development:(Cost \$452.13 M)

Component 3. Enterprise Development:(Cost \$168.94 M)

Component 4: Project Implementation Support:(Cost \$29.99 M)

**Overall Ratings**

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

**Implementation Status and Key Decisions**

There has been a strong start-up to project implementation, and a high level of enthusiasm among LGUs to participate in the project. Project staffing is almost complete, and is comprised of a large and well qualified team in the NPCO and each of the four Regional Clusters (Project Support Offices in North Luzon, Southern Luzon, Visayas and Mindanao). Likewise staffing in each of the Regional Project Coordinating Offices (RPCOs) and in Provincial Project Management Implementation Units (PPMIUs) is progressing well, though the need for further training and on-the-job coaching has been encouraged. The key accomplishments to this point are:

- 58 of the country's 80 LGUs have signed MOUs with the DA, indicating their desire to participate in the project.
- 29 PCIPs have been approved, although in some cases further updating is needed, particularly to ensure that all relevant DA agencies and units, as well as external agencies, have been included in the process of formulating PCIPs.
- 3.62 Km of Farm to Market Roads are under construction and 264.9 km are under procurement.
- 15.2 Km of Farm to Market Roads are being rehabilitated and 295.6 km are under procurement.
- 317 Linear meters of bridge works are under procurement.
- 50 Ha of irrigation development are under procurement
- 1 new Potable Water System (PWS) serving 767 households and 3 PWS for rehabilitation serving 1,635 households are under procurement
- 3 Enterprise Development sub projects have been approved for implementation with some 3,500 direct beneficiaries (Coco Geonets Manufacturing Enterprise, Calamansi Trading Center Enterprise, and Production and Processing of Cassava Granules and Marketing). Collectively there are currently 31 subprojects in the portfolio with an estimated cost of PhP 361 million.

It is very important that the Department of Agriculture undertake close monitoring of sub-project implementation and ensure that all necessary due diligence measures are put on place so as to achieve the development objective of the project.

**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	--	● Substantial	● Moderate
Institutional Capacity for Implementation and Sustainability	--	● Substantial	● Moderate
Fiduciary	--	● Substantial	● Substantial
Environment and Social	--	● Moderate	● Moderate
Stakeholders	--	● Substantial	● Moderate
Other	--	● Substantial	● Substantial
Overall	--	● Substantial	● Moderate

## Results

### Project Development Objective Indicators

- At least 5% increase per year in real household incomes of farmer and fisherfolk beneficiaries; (% real increase) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
	Real Household Incomes			
Value	Beneficiary Communities: PhP144,585.00 (Avg./HH)  Control Group: PhP134,275.00 (Avg./HH)	--	No measurements yet	Cumulative real increase: YR3: 15% YR6: 30%
Date	31-Dec-2014	--	--	31-Dec-2020

#### Comments

Project launch January 2015. Baseline from the PRDP Baseline Survey conducted by Sustainable Development Solutions (2014) commissioned by DA.

- Increased income of beneficiaries involved in enterprise development: (% real increase) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
	Income Agri-Based Enterprises:			
Value	Beneficiary Communities: PhP69,228 (Avg./HH)  Control Group: PhP81,070 (Avg./HH)	--	No need to measure yet	Cumulative real increase: YR3: 10% YR6: 30%
Date	31-Dec-2014	--	--	31-Dec-2020



► Increase in value of annual marketed output (% increase) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	Marketable Output: Beneficiary Communities: PhP79,213 (Avg./HH)  Control Group: PhP61,966 (Avg./HH)	--	No need to measure yet	Cumulative increase Yr 1: 7% Yr 2-: 14% Yr 3: 21% Yr 4: 28% Yr 5: 35% Yr 6: 41%
Date	31-Dec-2014	--	--	31-Dec-2020

► Increase in number of farmers and fisher folk with improved access to Department of Agriculture services (% increase)(Core) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	Number of fisher folk and farmers reporting improved access to services:  Beneficiary Communities: Of the 2,000 HHs surveyed, 45% (891) mentioned awareness and 35% (696) reported access to DA services  Control Group: Of the 2,000 HHs surveyed, 41% (816) mentioned awareness and 31% (612) reported access to DA services	--	No need to measure yet	Cumulative increase YR3: 10% YR6: 20%
Date	31-Dec-2014	--	--	31-Dec-2020

Overall Comments

Project launch January 2015. Baseline from the PRDP Baseline Survey conducted by Sustainable Development Solutions (2014) commissioned by DA



## Global Environmental Objective Indicators

### ► Increase in MPA management effectiveness in selected sites in GEF target areas (MPA scorecard) (Core) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value				MPA Effectiveness:
				METT Grading System:
				YR3: Based on YR1 METT Categories:
				<ul style="list-style-type: none"> <li>• For 15%-40% METT &gt; 10% increase</li> <li>• For 41%-65% METT &gt; 8% increase</li> <li>• For 66%-85% METT &gt; 2% increase</li> </ul>
	There are 2 grading systems to measure MPA effectiveness.			YR6: Based on YR1 METT Categories:
	A. METT Grading System:			<ul style="list-style-type: none"> <li>• For 15%-40% METT &gt; 20% increase</li> <li>• For 41%-65% METT &gt; 15% increase</li> <li>• For 66%-85% METT &gt; 5% increase</li> </ul>
	YR1: Sites are currently graded by three (3) METT categories:			
	<ul style="list-style-type: none"> <li>• 15% - 40%</li> <li>• 41% - 65%</li> <li>• 66% - 85%</li> </ul>	--	No need to measure yet	MEAT Grading System:
	B. MEAT Grading System:			YR3: Based on YR1 MEAT Categories:
	YR1: Sites are currently graded by three (4) MEAT categories:			<ul style="list-style-type: none"> <li>• Level 1 &gt; Level 2 increase</li> <li>• Level 2 &gt; Level 3 increase</li> <li>• Level 3 &gt; Level 4 increase</li> <li>• Level 4 &gt; Level 4 maintained</li> </ul>
	<ul style="list-style-type: none"> <li>• Level 1</li> <li>• Level 2</li> <li>• Level 3</li> <li>• Level 4</li> </ul>			YR6: Based on YR1 MEAT Categories:
				<ul style="list-style-type: none"> <li>• Level 1 &gt; Level 3 increase</li> <li>• Level 2 &gt; Level 3 increase</li> <li>• Level 3 &gt; Level 4 maintained</li> <li>• Level 4 &gt; Level 4 maintained</li> </ul>



Date	31-Dec-2014	--	--	31-Dec-2020
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Overall Comments  
Project launch January 2015.

### Intermediate Results Indicators

► Provincial Commodity Investment Plans (PCIPs) agreed based on regional AFMPs (No of provinces) (Core) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0	36	29	Cumulative Number. YR1: 20 YR2: 50 YR3: 60 YR4: 80 YR5: 80 YR6: 80
Date	31-Dec-2014	25-Nov-2014	25-Nov-2014	31-Dec-2020

#### Comments

Project launch January 2015. There are 29 PCIPs prepared, exceeding the target for YR1.

► PCIP interventions being supported through effective technical backstopping (No of provinces) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0	--	No need to measure yet	Cumulative Number. YR1: 20 YR2: 50 YR3: 60 YR4: 80 YR5: 80 YR6: 80
Date	31-Dec-2014	--	--	31-Dec-2020



## Comments

Project launch January 2015.

► Enhanced Planning Programming & Budget Guidelines being effectively mainstreamed (across Department of Agriculture programs) - (Part A: No of Regions (RFOs) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0	--	No need to measure yet	Cumulative No of RFOs mainstreaming guidelines YR1: 0 YR2: 4 YR3: 8 YR4: 12 YR5: 16 YR6: 16
Date	31-Dec-2014	--	--	31-Dec-2020

## Comments

Project launch January 2015

► Enhanced Planning Programming & Budget Guidelines being effectively mainstreamed (across Department of Agriculture programs) (Part B: No of DA agencies) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0	--	No need to measure yet	Cumulative No of Agencies undertaking joint planning with RFOs: YR1: 0 YR2: 2 YR3: 5 YR4: 10 YR5: 20 YR6: 27
Date	--	--	--	31-Dec-2020



Comments  
Project launch January 2015

► Biodiversity conservation and coastal resources co-management features incorporated in the PCIPs (No of provinces)(Core) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0	--	0	YR1 thru YR6: 8
Date	31-Dec-2014	--	--	31-Dec-2020

Comments  
Project launch January 2015

► Improved road networks linking production areas with markets, leading to reduction in travel time by at least 30% at end of the project (% reduction) (Core) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	Baseline Travel Time: Beneficiary Communities: 10.30 min/km (5.8 km/hr) Control Group (non-PRDP communities): 11.39 min/km (5.3 km/hr)	--	No need to measure yet	Cumulative reduction YR3: 10% (9.27 min/km) YR6: 30% (7.21 min/km)
Date	31-Dec-2014	--	--	30-Jun-2020

Comments  
Project launch January 2015. Baseline from the PRDP Baseline Survey conducted by Sustainable Development Solutions (2014) commissioned by DA





► Producers satisfied with adequacy of access to post-harvest services and facilities (% increase)(Core) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	% Increase in the number of satisfied producers:  Beneficiary Communities: 22% (441 of the 2,000 HHs surveyed) expressed satisfaction on access to post harvest services and facilities  Control Group (non-PRDP communities): 16% (329 of the 2,000 HHs surveyed) expressed satisfaction on access to post harvest services and facilities	--	No need to measure yet	Cumulative increase YR3: 8% YR6: 20%
Date	31-Dec-2014	--	--	31-Dec-2020

Comments

Project launch January 2015. Baseline from the PRDP Baseline Survey conducted by Sustainable Development Solutions (2014) commissioned by DA.

► Area provided with irrigation and drainage services (ha) (Core) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	Area provided with irrigation and drainage services (ha):  534,402	--	50 Ha underway	Cumulative increase in irrigated area YR3: 10% (21,433ha) YR6: 30% (64,031ha)
Date	31-Dec-2014	--	--	31-Dec-2020

Comments

Project launch January 2015. Baseline derived from the 2012 data from Bureau of Agricultural Statistics (BAS)



► Increased Producer Groups participating in vertically linked commodity value chain clusters (Part A: % increase & overall number) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
	% Increase in the number of producer groups operating viable enterprises:			Cumulative increase in Producer Groups vertically linked
Value	Project Areas: 47.4%	--	No need to measure yet	YR3: 15% YR6: 50% (target 1500)
	Non-Project Areas: 61.5%			
Date	31-Dec-2014	--	--	31-Dec-2020

Comments

Project launch January 2015. Baseline from the PRDP Baseline Survey conducted by Sustainable Development Solutions (2014) commissioned by DA. The baseline figures report on 9 out of the 19 (8 of the 13) producer groups surveyed in the program areas (non-program areas).

► Increased Producer Groups participating in vertically linked commodity value chain clusters (Part B: % increase in number of women directly benefiting from enterprise development) (% increase) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
	% Increase in number of women directly benefiting from enterprise development:			Cumulative increase in Women directly benefiting:
Value	Beneficiary Communities: 56%	--	No need to measure yet	YR3: 15% YR6: 50%
	Control Group: 50%			
Date	31-Dec-2014	--	--	31-Dec-2020

Comments

Project launch January 2015. Baseline from the PRDP Baseline Survey conducted by Sustainable Development Solutions (2014) commissioned by DA. Baseline figures reports on 157 of the 278 (85 of the 171) individuals surveyed in the program areas (non-program areas) were women.



► Producer productivity enhanced through arrangements for marketing and /or technical services (% increase) (Core) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	% Of producers having formalized arrangement for marketing and/or technical services:  Project Area: 3.2%  Control Group: 2.1%	--	No need to measure yet	Cumulative increase: YR3: 20% YR6: 50%
Date	31-Dec-2014	--	--	31-Dec-2020

Comments

Project launch January 2015. Baseline from the PRDP Baseline Survey conducted by Sustainable Development Solutions (2014) commissioned by DA. The figure is a proxy indicator where the baseline figures report on 37 of the 1,159 (24 of the 1,164) farmers surveyed who were pursuing livestock and poultry production were engaged in contract growing in program (non-program) areas.

► Increased producer groups and fisherfolk resilience to climate change and adverse weather conditions (% increase) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	Awareness, Access and Use of Climate-Smart Technologies*  Beneficiary Communities Adopting Climate Smart Technologies in Program Areas: 32.8%  Control Group (non-PRDP Program Areas): 30.85%	--	No need to measure yet	Cumulative increase: YR3: 10% YR6: 25%
Date	31-Dec-2014	--	--	31-Dec-2020

Comments

Project launch January 2015. Baseline from the PRDP Baseline Survey conducted by Sustainable Development Solutions (2014) commissioned by DA. Climate-smart technologies include the following: (1) low energy, fuel efficient fishing practices; (2) aquaculture zoning; (3) manure management; (4) improved animal feeding; (5) variety of seeds that flood and draught tolerant resistant; (6) sloping agriculture land technology (SALT) and other soil and water conservation practices; (7) integrated farming; (8) intercropping; and (9) mulching.



► Productivity in globally significant fish biodiversity sites enhanced through improved resource management, biodiversity conservation, co-management arrangements, and knowledge sharing ( % increase) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	Baseline pending	--	No need to measure yet	Cumulative increase :in fish stocks YR3: 5% YR6: 10%
Date	31-Dec-2014	--	--	31-Dec-2020

Comments

Project launch January 2015. Baseline for fish productivity of the 34 MPAs is under collection and expected to be completed by Q3 2015.

► Harmonized Operational Manuals mainstreamed for Local Planning & Program Support, Infrastructure, and Enterprise Development (No. of Manuals mainstreamed) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	PRDP Manuals available for: Planning, Procurement, Financial Management, Infrastructure Support, Enterprise Development and M&E	--	Harmonized Manual for Infrastructure issued	Harmonized Operational Manuals being mainstreamed across all DA programs
Date	31-Dec-2014	--	--	31-Dec-2014

Comments

PRDP Manuals are available for: Planning, Procurement, Financial Management, Infrastructure Support, Enterprise Development and M&E. A harmonized manual for Infrastructure support is being finalized for mainstreaming across DA programs in 2016

► Efficient Program implementation, reporting and loan utilization (timely Quarterly reporting and six-monthly updating of Results matrix) (Text, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0	--	First Report issued	Quarterly reporting by NPCO to DA Mgt & six-monthly updating of Results Framework
Date	31-Dec-2014	--	--	31-Dec-2020



### Comments

Pre-project Progress Report presented/discussed Nov 2014. On-going finalization of the PRDP 2014 Annual Progress Report using the template prescribed by the WB.

### Overall Comments

## Data on Financial Performance

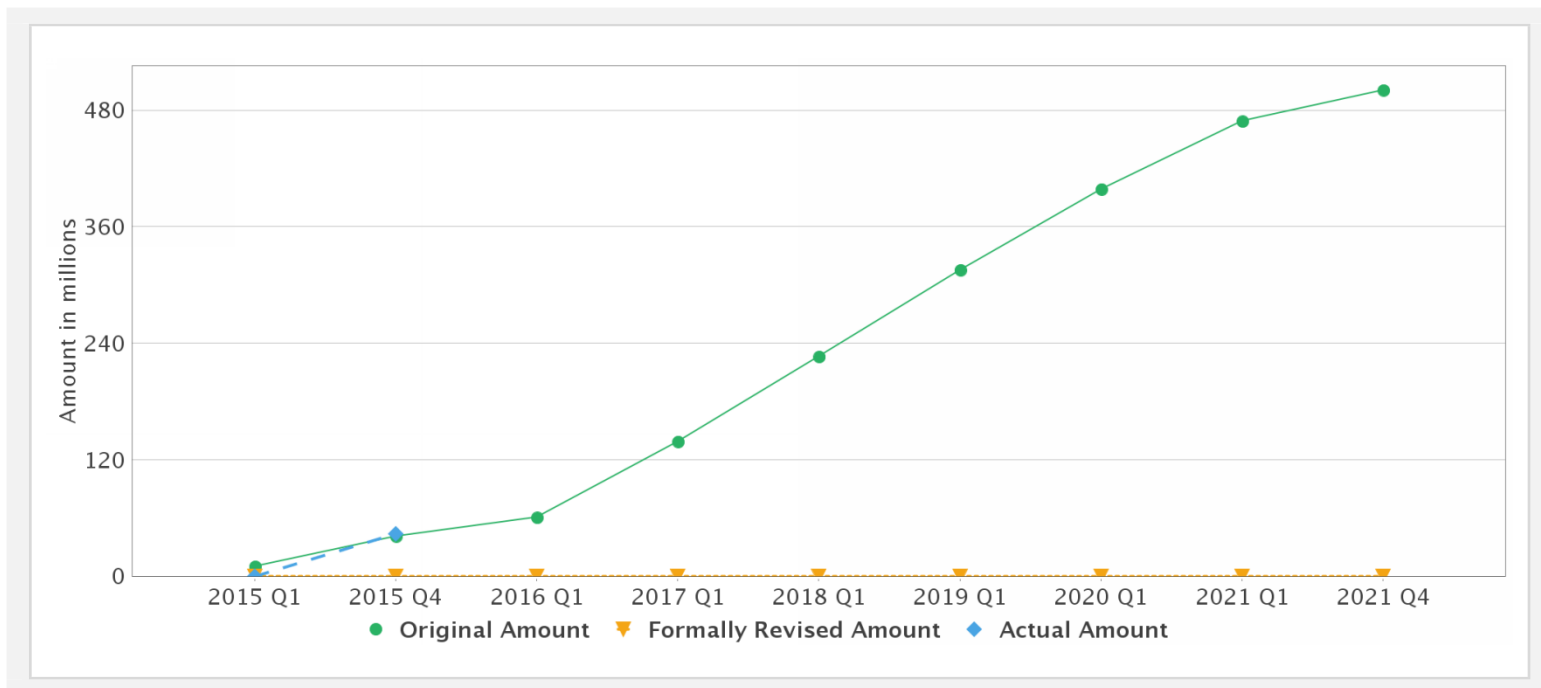
### Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	Disbursed
P132317	IBRD-84210	Effective	USD	501.25	501.25	0.00	45.09	456.16	9%
P132424	TF-17788	Effective	USD	501.25	7.00	0.00	0.00	7.00	0%

### Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P132317	IBRD-84210	Effective	29-Aug-2014	08-Sep-2014	03-Dec-2014	31-May-2021	31-May-2021
P132424	TF-17788	Effective	08-Sep-2014	08-Sep-2014	03-Dec-2014	31-May-2021	31-May-2021

### Cumulative Disbursements



## Restructuring History

There has been no restructuring to date.

## Related Project(s)

P132424-Philippine Rural Development Project