

**Implementation Status & Results**  
**India**  
**Karnataka Panchayats Strengthening Project (P078832)**

Operation Name: Karnataka Panchayats Strengthening Project (P078832)	Project Stage: Implementation	Seq.No: 11	Status: ARCHIVED	Archive Date: 23-Oct-2011
Country: India	Approval FY: 2006			
Product Line: IBRD/IDA	Region: SOUTH ASIA	Lending Instrument: Specific Investment Loan		
Implementing Agency(ies): Government of Karnataka				

**Key Dates**

Board Approval Date	29-Jun-2006	Original Closing Date	31-Mar-2012	Planned Mid Term Review Date	Last Archived ISR Date	23-Oct-2011
Effectiveness Date	04-Oct-2006	Revised Closing Date	31-Dec-2012	Actual Mid Term Review Date		

**Project Development Objectives**

Project Development Objective (from Project Appraisal Document)

**The development objective of the project is to improve the effectiveness of service delivery by Karnataka Gram Panchayats (village governments) particularly with respect to the management of public resources and the delivery of relevant services that the rural people prioritize.**

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

Yes     No

**Component(s)**

Component Name	Component Cost
Block grants to Gram Panchayats	93.82
Information Systems for Constituents	1.30
Building Capacity of Panchayats	7.30
Building Capacity of the State	1.65

**Overall Ratings**

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

**Implementation Status Overview**

This ISR updates the project status with the level 2 restructuring i.e extension of the project closing date as requested by the client. The project had made significant progress :- in documenting of procurement, payments and completion certificates of works.; assets created are of acceptable quality and are put to use by the community and; a modest increase in own source revenues has been reported. In the context of these positive developments the project was extended till December 31st, 2012. The extension was necessary to complete the remaining key activities which include: a) key consultancy studies like the project impact evaluation study; studies on panchayat finance by the Decentralization Analysis Cell; b)

the construction of the Taluk Resource Centers and the Satellite Communication facilities; and c) allowing the Gram Panchayats to complete the utilization, accounting and reporting of the block grants financed by the project. The extension will also help in utilizing the balance IDA credit of \$24.6 million.

**Locations**

Country	First Administrative Division	Location	Planned	Actual
India	State of Karnataka	State of Karnataka		

**Results**

**Project Development Objective Indicators**

Indicator Name	Core	Unit of Measure		Baseline	Current	End Target
Rising number of Gram or Ward Sabhas with agendas relevant to improving service delivery.	<input type="checkbox"/>	Text	Value	4,305 sabhas 747,946 participants		
			Date	05-Oct-2006	26-Sep-2011	25-Oct-2012
			Comments		Gram and Ward sabhas held: 2006-07 : 4305 2007-08 : 4709 2008-09 : 5602 2009-10 : 5664 2010-11 : 6969	
Total amount of revenues generated from own sources by all village governments in the project area.	<input type="checkbox"/>	Text	Value	INR 30.7 crore		US\$ 16 million
			Date	05-Oct-2006	26-Sep-2011	25-Oct-2012
			Comments		2006-7: Rs. 24.72 crore, 31% collection rate 2007-8: Rs 29.63 crore, 34% collection rate 2008-9: Rs 26.54 crore, 34% collection rate 2009-10: Rs 29.07 crore, 31% collection rate. 2010-11: Rs.36.34 crore, 30% collection rate.	
Rising satisfaction of village residents with service delivery by gram panchayats.	<input type="checkbox"/>	Text	Value	NA		60%
			Date			
			Comments			

**Intermediate Results Indicators**

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Indicator Name	Core	Unit of Measure		Baseline	Current	End Target
Increased block grants to poor Panchayats equal to IDA disbursements based on formula	<input type="checkbox"/>	Text	Value	0%		100%
			Date	05-Oct-2006	01-Sep-2011	25-Oct-2012
			Comments		GoK statutory grant was Rs 5 lakh per GP at Project Preparation. It's now Rs 6 lakh per GP on budget but Rs 2.4 lakh actual release. IDA block grant release each year: 2006-07: Rs 46.8ores 2007-08: Rs 77.6rores 2008-09: Rs 125crore 2009-10: Rs 120 crore 2010-11: Rs 84 crore	
GP revenues, expenditure and procurement decisions publicly disclosed	<input type="checkbox"/>	Text	Value	3%		90%
			Date	05-Oct-2006	30-Sep-2011	25-Oct-2012
			Comments		Out of 1341 Gram Panchayats of the project area, 1273 GPs have regular disclosure practice information.	
GPs that have implemented the new Financial Management and Accounting System	<input type="checkbox"/>	Number	Value		1279.00	
			Date		30-Sep-2011	31-Mar-2012
			Comments		Nearly all Panchayats have implemented the new double-entry accounting system and PanchaTantra.	

**Data on Financial Performance (as of 27-Mar-2012)**

**Financial Agreement(s) Key Dates**

Project	Loan No.	Status	Approval Date	Signing Date	Effectiveness Date	Original Closing Date	Revised Closing Date
P078832	IDA-42110	Effective	29-Jun-2006	24-Jul-2006	04-Oct-2006	31-Mar-2012	31-Dec-2012

**Disbursements (in Millions)**

Project	Loan No.	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	% Disbursed
P078832	IDA-42110	Effective	XDR	82.20	82.20	0.00	68.85	13.35	84.00

**Disbursement Graph**

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### **Key Decisions Regarding Implementation**

The project closing date has been extended by nine months and the project will close on December 31st, 2012.

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### **Restructuring History**

Level two Approved on 26-Mar-2012

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### **Related Projects**

There are no related projects.