

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

Operation Name: Karnataka Panchayats Strengthening Project (P078832)	Project Stage: Implementation	Seq.No: 13	Status: ARCHIVED	Archive Date: 30-Dec-2012
Country: India	Approval FY: 2006			
Product Line: IBRD/IDA	Region: SOUTH ASIA	Lending Instrument: Specific Investment Loan		
Implementing Agency(ies):				

Key Dates

Board Approval Date	29-Jun-2006	Original Closing Date	31-Mar-2012	Planned Mid Term Review Date	Last Archived ISR Date	21-Oct-2012
Effectiveness Date	04-Oct-2006	Revised Closing Date	31-Dec-2013	Actual Mid Term Review Date	09-Nov-2009	

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

The ISR updates the project status with the Level 2 restructuring, ie, extension of the project closing date as requested by the client. The project has been under implementation for over five years and is currently rated as moderately satisfactory in implementation progress and in achievement of Project Development Objectives.

Significant progress has been made in institutionalizing the good governance practices developed under the project and in building capacity of Gram Panchayats. The assets created

through untied grants are of acceptable quality and are put to use by the beneficiary communities. The general public appreciates the creation of a tendering requirement for awarding contracts, as per the recent post procurement review, and attributes the same for improvement in quality of works under this project. There has been significant improvement in documenting of procurement, payments and completion certificates of works. There has been an increase in own source revenues. The introduction of computerized double-entry accrual accounting system has improved gram panchayat accounting significantly. The extension will be used to complete some key activities which include: a) the construction of the remaining Taluk Resource Centers (TRCs); b) establishing fully functional Satellite Communication facilities/studios; c) allowing the Gram Panchayats to complete the utilization, accounting and reporting of the block grants financed by the project; and d) completion of the impact evaluation and end-of-project survey. The extension will also help in utilizing the additional amount of Rs. 82.7 crores that has accrued to the project over and above the original allocated amount due to exchange rate fluctuation. The Borrower has submitted a detailed action plan to the Bank for completing the remaining activities and utilizing the additional amounts by December 31st, 2013.

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	Value	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 : 7274 2011-12 : 5530 (30 Taluks) Gram sabhas in all 1341 GP's have completed. Reports from 9 Taluks are awaited.	
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	21-Jul-2012	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. 2011-12: Rs.36.58 crore, 36.41% collection rate (36 Taluks) Reports from 3 Taluks are awaited.	
Rising satisfaction of village residents with service delivery by gram panchayats.	<input type="checkbox"/>	Text	Value	NA		60%
			Date			
			Comments		Finalization of agency for 'Impact Evaluation and end-line survey' is underway.	

Intermediate Results Indicators

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	21-Jul-2012	25-Oct-2012
			Comments		GoK statutory grant was Rs 5 lakh per GP at Project Preparation. It was increased to Rs 6 lakh per GP and full amount released. It's now Rs. 8 lakh per GP having below 10000 population and Rs. 10 lakh per GP having above 10000 population. IDA block grant release each year: 2006-07: Rs 46.8 crore 2007-08: Rs 77.6 crore 2008-09: Rs 125 crore 2009-10: Rs 120 crore 2010-11: Rs 84 crore 2011-12: Rs.46.13 crore 2012-13: Rs.1.15 crore	
GP revenues, expenditure and procurement decisions publicly disclosed	<input type="checkbox"/>	Text	Value	3%		90%
			Date	05-Oct-2006	21-Jul-2012	25-Oct-2012
			Comments		Out of 1341 Gram Panchayats of the project area, 1273 GPs have regular disclosure practice information. 2006-07 : 1259	

					2007-08 : 1324 2008-09 : 1322 2009-10 : 1309 2010-11 : 987	
GPs that have implemented the new Financial Management and Accounting System	<input type="checkbox"/>	Number	Value		1341.00	
			Date		21-Jul-2012	31-Mar-2012
			Comments		Out of 1341 project GPs, 1075 GPs have completed BRS and 875 GPs have completed year-end process for the year 2010-11.	

Data on Financial Performance (as of 14-Dec-2012)

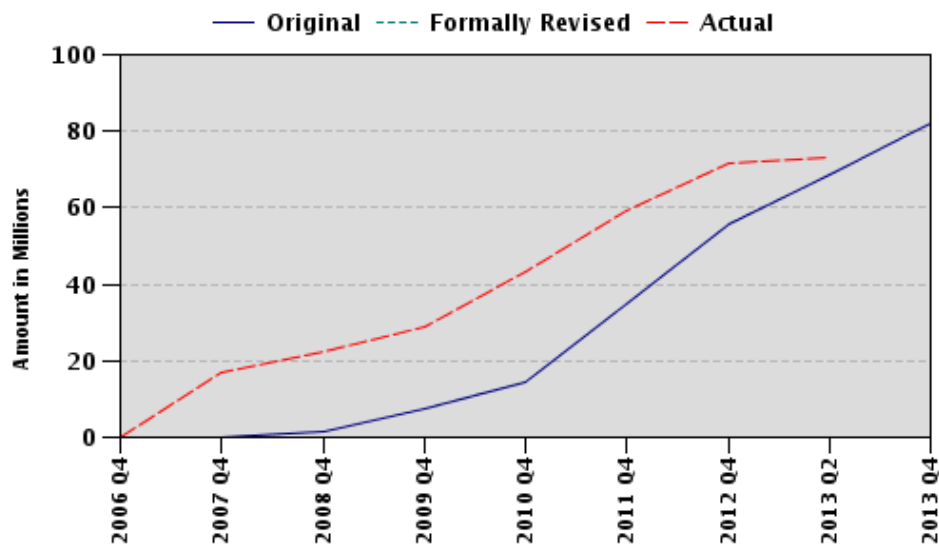
Financial Agreement(s) Key Dates

Project	Ln/Cr/Tf	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-2013

Disbursements (in Millions)

Project	Ln/Cr/Tf	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	% Disbursed
P078832	IDA-42110	Effective	XDR	82.20	82.20	0.00	73.10	9.10	89.00

Disbursement Graph



Key Decisions Regarding Implementation

The project closing date has been extended by one year and the project will close on December 31, 2013.

Restructuring History

Level two Approved on 26-Mar-2012, Level two Approved on 10-Dec-2012

Related Projects

There are no related projects.