

 Early Warning System

WB-P159258

GZ-Third Municipal Development Project



## Quick Facts

<b>Countries</b>	Palestine, West Bank, Gaza
<b>Financial Institutions</b>	World Bank (WB)
<b>Status</b>	Active
<b>Bank Risk Rating</b>	B
<b>Voting Date</b>	2017-07-21
<b>Borrower</b>	PALESTINE LIBERATION ORGANIZATION (FOR T
<b>Sectors</b>	Infrastructure
<b>Project Cost (USD)</b>	\$ 95.63 million



## Project Description

The objective of the Third Municipal Development Project is to enhance the institutional capacity of municipalities in the West Bank and Gaza for more accountable and sustainable service delivery. There are four components to the project, the first component being municipal performance and service delivery. The project will finance municipal infrastructure for improved service delivery. The project's block grants will provide the basic funding for eligible municipalities for infrastructure development based on needs and equity, while the performance grants will provide an incentive for eligible municipalities to improve their performance. Half of the total component one financing will be allocated for the block grants and another half for the performance-based grants. The block grants will be allocated based on population (40 percent) and needs (60 percent). Gaza municipalities will be allowed to use 20 percent of their grants for recurrent expenditures<sup>13</sup> to reflect the special circumstances they face. The eligible expenditures will be defined in the project's operations manual. The second component is the capacity development to municipalities and Palestinian institutions. This component will provide capacity development support to municipalities and national level institutions, namely, the MDLF and the MoLG. The MDLF will prepare a capacity development plan at the start of the project in consultation with all stakeholders, which will provide a detailed description of the priorities, activities and their inter-linkages for this component. The third component is the municipal partnership projects. This component will provide technical assistance and project financing to municipalities to: (a) engage more effectively with the private sector, and (b) work across administrative boundaries to develop joint and/or innovative investments for municipal service delivery.



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## Investment Description

- World Bank (WB)



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## Contact Information

Municipal Development Lending Fund (MDLF)

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## ACCOUNTABILITY MECHANISM OF WORLD BANK

The World Bank Inspection Panel is the independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by a World Bank-financed project. If you submit a complaint to the Inspection Panel, they may investigate to assess whether the World Bank is following its own policies and procedures for preventing harm to people or the environment. You can contact the Inspection Panel or submit a complaint by emailing [ipanel@worldbank.org](mailto:ipanel@worldbank.org).

You can learn more about the Inspection Panel and how to file a complaint at:

<http://ewebapps.worldbank.org/apps/ip/Pages/Home.aspx>.



## Bank Documents

- [Appraisal Project Information Document-Integrated Safeguards Data Sheet - GZ-Third Municipal Develop](#) [Original Source]
- [Concept Integrated Safeguards Data Sheet-Integrated Safeguards Document - GZ-Third Municipal Develop](#) [Original Source]
- [West Bank and Gaza - Third Municipal Development Project \(Arabic\)](#) [Original Source]
- [West Bank and Gaza - Third Municipal Development Project \(Arabic,English\)](#) [Original Source]
- [West Bank and Gaza - Third Municipal Development Project \(English\)](#) [Original Source]
- [West Bank and Gaza - Third Municipal Development Project \(English,Arabic\)](#) [Original Source]
- [West Bank and Gaza - Third Municipal Development Project \(English,Arabic\)](#) [Original Source]
- [West Bank and Gaza - Third Municipal Development Project : resettlement plan : Land acquisition and](#) [Original Source]
- [West Bank and Gaza - Third Phase of Municipal Development Project : environmental assessment : Envir](#) [Original Source]



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**Other Related Projects**

- WB-P174781 Additional Financing for COVID-19 Response under the Third Municipal Development Project