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# Third Sustainable Livelihoods Project (P125232)

EAST ASIA AND PACIFIC | Mongolia | Social, Urban, Rural and Resilience Global Practice Global Practice |
IBRD/IDA | Investment Project Financing | FY 2014 | Seq No: 8 | ARCHIVED on 06-Jun-2018 | ISR32579 |

Implementing Agencies: Ministry of Finance, Ministry of Finance

## Key Dates

### Key Project Dates

Bank Approval Date:06-Jun-2014
Effectiveness Date:31-Jul-2015
Planned Mid Term Review Date:18-Sep-2017
Actual Mid-Term Review Date:11-Oct-2016
Original Closing Date:31-Dec-2018
Revised Closing Date:31-Oct-2020

## Project Development Objectives

Project Development Objective (from Project Appraisal Document)
The PDO is to improve governance and community participation for the planning and delivery of priority investments in rural areas of Mongolia.

Has the Project Development Objective been changed since Board Approval of the Project Objective?
No

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## Components

| Name |
|---|
| Capacity Building for Local Governance and Livelihoods:(Cost $6.00 M) |
| Good Governance Performance-Based Support Program:(Cost $21.60 M) |
| Project Management and Monitoring and Evaluation:(Cost $3.20 M) |

## Overall Ratings

| Name | Previous Rating | Current Rating |
|---|---|---|
| Progress towards achievement of PDO | Moderately Unsatisfactory | Moderately Satisfactory |
| Overall Implementation Progress (IP) | Moderately Satisfactory | Moderately Satisfactory |
| Overall Risk Rating | Substantial | Substantial |

## Implementation Status and Key Decisions



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The objective of the SLP3 is to improve governance and community participation for the planning and delivery of priority investments in rural areas of Mongolia. The Project seeks to accomplish this objective by co-financing the Local Development Fund (LDF), and specifically by financing performance-based incentives for the LDF and by providing capacity-building support to local authorities and citizens.

The LDF has supported the construction of over 3,000 infrastructure sub-projects in rural districts (soums) in the past two years, including the rehabilitation and expansion of child care facilities, road improvements and maintenance, and urban beautification. In 2018, the SLP3 has provided US$6.83 million in the form of top-up financing to soum LDF allocations to help offset reductions in Government LDF budget allocations. In addition, Performance Based Grant (PBG) allocations in the value of US$0.38 million were made to 165 *soums* in 2018 to supplement their regular LDF allocations, based on the second successfully completed external Annual Performance Assessment (APA).

LDF performance is assessed on the basis of external Annual Performance Assessments (APA), which review performance of soum authorities in relation to a range of governance, technical and fiduciary criteria. The APA process for 2018 is on track for completion in time to inform the allocation of PBGs to be provided in the fiscal year 2019.

Key capacity-building measures in support of the LDF in the past year have included training of the Aimag Level Support Teams (ALSTs) consisting of local government officials relevant to the LDF implementation, training of local Treasury officials, and a National LDF Good Practice Experience Sharing Workshop, and procurement training for local officials and citizens.

## 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 | -- | Moderate | Moderate |
| Institutional Capacity for Implementation and Sustainability | -- | High | High |
| Fiduciary | -- | Substantial | Substantial |
| Environment and Social | -- | Moderate | Moderate |
| Stakeholders | -- | Substantial | Substantial |
| Other | -- | -- | -- |
| Overall | -- | Substantial | Substantial |

## Results

### Project Development Objective Indicators

▸ Average soums' Annual Performance Assessment score (Percentage, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|---|---|---|---|---|
| Value | 30.37 | 37.19 | 36.69 | 60.00 |

| | | | | |
|---|---|---|---|---|
| Date | 30-Nov-2016 | 31-Oct-2017 | 18-May-2018 | 31-Oct-2020 |

Comments

The current value is as per the 2017 APA results. The baseline value has been slightly revised from 31.68% in the previous ISR to 30.37% as this indicator was supposed to be an average score of the 10 core indicators of the APA (30.37%) vs. the average of the all 35 APA indicators (31.68%).

▸ Percentage of soums' citizens surveyed reporting that LDF financed investments reflect their priority needs (Percentage, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|---|---|---|---|---|
| Value | 48.01 | -- | 48.01 | 60.00 |
| Date | 18-May-2018 | 15-Aug-2017 | 18-May-2018 | 31-Oct-2020 |

◢ Female (Percentage, Custom Breakdown)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|---|---|---|---|---|
| Value | 47.60 | -- | 47.60 | 60.00 |
| Date | 18-May-2018 | 15-Aug-2017 | 18-May-2018 | 31-Oct-2020 |

▸ Participation: Percentage of bagh households participating in public bagh meetings (Percentage, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|---|---|---|---|---|
| Value | 49.32 | -- | 49.32 | 60.00 |
| Date | 18-May-2018 | 15-Aug-2017 | 18-May-2018 | 31-Oct-2020 |

▸ Number of subproject completed (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|---|---|---|---|---|
| Value | 17,900.00 | 20,900.00 | 20,900.00 | 29,900.00 |

| | | | | |
|---|---|---|---|---|
| Date | 31-Dec-2016 | 31-Oct-2017 | 18-May-2018 | 31-Oct-2020 |

Comments

**The LDF MIS is being redesigned so the data entry in the existing MIS is not up to date, so there is no update yet in the total number of subprojects implemented. The PIU will provide an update in the project progress report for the period ending December 31, 2018 when the year-end LDF statistics become available.**

### Direct project beneficiaries (Number, Custom Supplement)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|---|---|---|---|---|
| Value | 0.00 | -- | -- | 1,637,197.00 |

### Female beneficiaries (Percentage, Custom Supplement)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|---|---|---|---|---|
| Value | 0.00 | -- | -- | 50.00 |

Overall Comments

## Intermediate Results Indicators

▸ Percentage of trained Aimag Level Support Team and national government staff applying skills learned through the project (planning, procurement, financial management, community participation and M&E) (Percentage, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|---|---|---|---|---|
| Value | 0.00 | -- | -- | 0.00 |
| Date | 15-Aug-2017 | 15-Aug-2017 | 18-May-2018 | 31-Oct-2020 |

Comments

**The recently recruited M&E specialist in the PIU is currently developing a system for reporting on this indicator and will include the current value in the upcoming project progress report for the period ending December 31, 2018.**

▸ Percentage of soums' government staff trained by Aimag Level Support Team with improved capacity (applying learned skills in planning, procurement, FM, community participation and M&E (Percentage, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|---|---|---|---|---|
| Value | 0.00 | -- | -- | 0.00 |
| Date | 15-Aug-2017 | 15-Aug-2017 | 18-May-2018 | 31-Oct-2020 |

Comments

**The recently recruited M&E specialist in the PIU is currently developing a system for reporting on this indicator and will include the current value in the upcoming project progress report for the period ending December 31, 2018.**

▸ Number of Aimag Level Support Team, national government staff, and soums' government staff trained (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|---|---|---|---|---|
| Value | 0.00 | 2,123.00 | 3,104.00 | 8,000.00 |
| Date | 15-Aug-2017 | 31-Oct-2017 | 18-May-2018 | 31-Oct-2020 |

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▸ Percentage of bagh citizens who know the approximate current annual LDF allocation for their soum (Percentage, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|---|---|---|---|---|
| Value | 1.04 | -- | 1.04 | 20.00 |
| Date | 18-May-2018 | 15-Aug-2017 | 18-May-2018 | 31-Oct-2020 |

◢ Female (Percentage, Custom Breakdown)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|---|---|---|---|---|
| Value | 0.86 | -- | 0.86 | 20.00 |
| Date | 18-May-2018 | 15-Aug-2017 | 18-May-2018 | 31-Oct-2020 |

▸ Guidelines necessary to improve governance and community participation for the planning and delivery of LDF developed (Yes/No, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|---|---|---|---|---|
| Value | N | N | N | Y |
| Date | 15-Aug-2017 | 15-Aug-2017 | 18-May-2018 | 31-Oct-2020 |

▸ Number of LDF-related or other MoF regulations, which have been submitted for MoF review, with SLP3 support (Number, Custom)

| | Baseline | Actual (Previous) | Actual (Current) | End Target |
|---|---|---|---|---|
| Value | 0.00 | 1.00 | 1.00 | 3.00 |
| Date | 15-Aug-2017 | 31-Oct-2017 | 18-May-2018 | 31-Oct-2020 |

Overall Comments


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## Data on Financial Performance

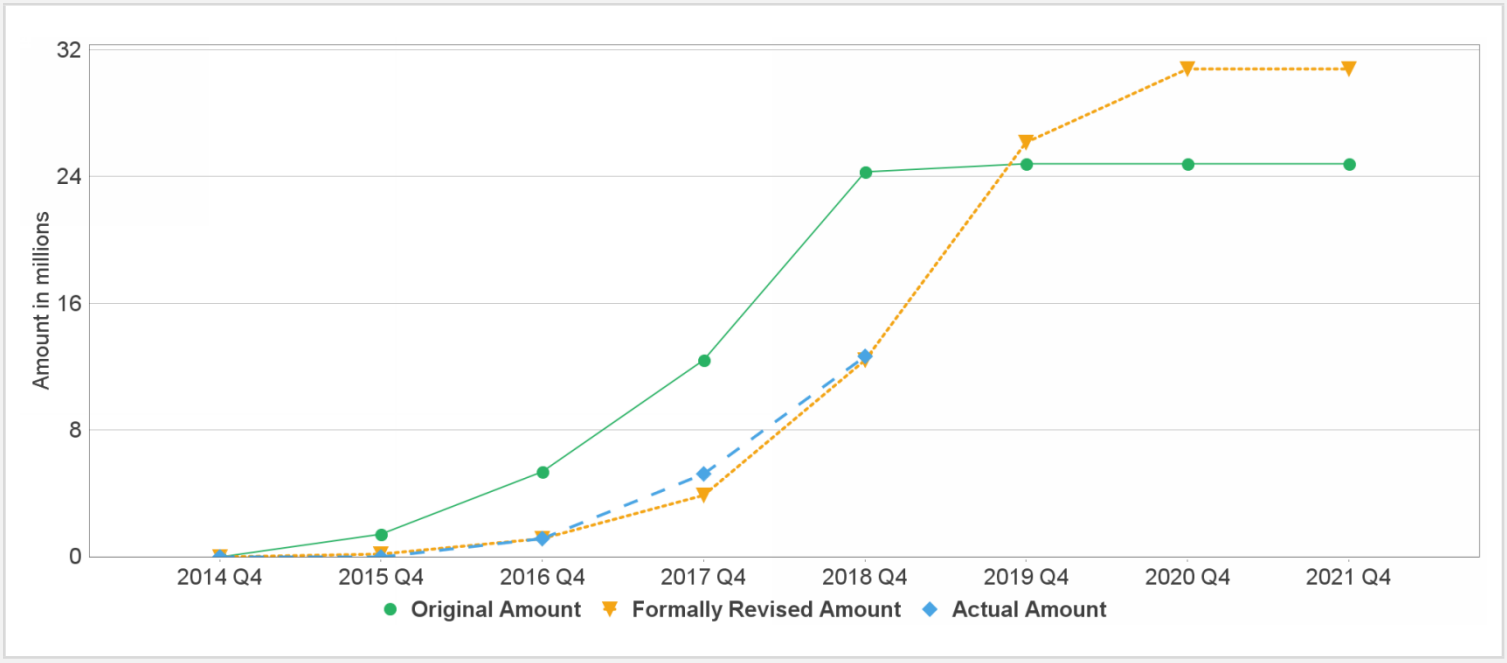
### Disbursements (by loan)

| Project | Loan/Credit/TF | Status | Currency | Original | Revised | Cancelled | Disbursed | Undisbursed | Disbursed |
|---|---|---|---|---|---|---|---|---|---|
| P125232 | IDA-54870 | Effective | USD | 24.80 | 24.80 | 0.00 | 11.03 | 11.66 | 49% |
| P125232 | TF-A0794 | Effective | USD | 3.29 | 3.29 | 0.00 | 1.63 | 1.66 | 49% |

### Key Dates (by loan)

| Project | Loan/Credit/TF | Status | Approval Date | Signing Date | Effectiveness Date | Orig. Closing Date | Rev. Closing Date |
|---|---|---|---|---|---|---|---|
| P125232 | IDA-54870 | Effective | 06-Jun-2014 | 30-Jan-2015 | 31-Jul-2015 | 31-Dec-2018 | 31-Oct-2020 |
| P125232 | TF-A0794 | Effective | 31-Jul-2015 | 31-Jul-2015 | 31-Jul-2015 | 30-Jun-2018 | 30-Jun-2018 |

### Cumulative Disbursements




## Restructuring History

Level 2 Approved on 28-Jan-2015 ,Level 2 Approved on 29-Sep-2015 ,Level 2 Approved on 19-Sep-2017

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## Related Project(s)

There are no related projects.


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