



## Inclusive Connectivity and Development Project (P176164)

SOUTH ASIA | Sri Lanka | IBRD/IDA | Investment Project Financing (IPF) | FY 2022 | Seq No: 8 | Archived on 27-Aug-2024 | ISR01135

Implementing Agencies: Ministry Finance, Ministry of Agriculture, Ministry of Health, Ministry of Highways, Ministry of Women, Child Affairs and Social Empowerment

### 1. OBJECTIVE

#### 1.1 Development Objective

Original Development Objective (Approved as part of Approval package on 29-Sept-2021)

The Project Development Objective is to provide safe, efficient and climate resilient connectivity and strengthen agricultural supply chains to empower project communities in selected districts of Sri Lanka.

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

Yes

Current Development Objective (Approved as part of Restructuring package Seq. 1 on 26-Apr-2023)

The Project Development Objective is to provide safe, efficient and climate resilient connectivity and strengthen agricultural supply chains to empower project communities in selected districts of Sri Lanka.

### 2. COMPONENTS

Name

Enhancing Safe and Climate Resilient Transport Connectivity:(Cost 158,750,000.00)

Enhancing Supply Chain and Access to Services for Farmers:(Cost 15,000,000.00)

Contingent Emergency Response:(Cost 325,000,000.00)

### 3. OVERALL RATINGS

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



## 4. KEY ISSUES & STATUS

### 4.1 Implementation Status and Key Decisions

## 5. SYSTEMATIC OPERATIONS RISK-RATING TOOL

Risk Category	Rating at Approval Approval Package - 30 Sep 2021	Last Approved Rating ISR Seq. 07 - 06 Jun 2024	Proposed Rating
Political and Governance	● Moderate	● Substantial	● Substantial
Macroeconomic	● Substantial	● High	● High
Sector Strategies and Policies	● Substantial	● Substantial	● Substantial
Technical Design of Project or Program	● Moderate	● Moderate	● Moderate
Institutional Capacity for Implementation and Sustainability	● Substantial	● Substantial	● Substantial
Fiduciary	● High	● High	● Substantial
Environment and Social	● Substantial	● Substantial	● Substantial
Stakeholders	● Substantial	● Substantial	● Substantial
Overall	● Substantial	● Substantial	● Substantial



## 6. RESULTS

### 6.1 PDO Indicators by PDO Outcomes

Climate Resilient Accessibility								
Indicator Name	Baseline		Actual (Previous)		Actual (Current)		Closing Period	
	Value	Month/Year	Value	Date	Value	Date	Value	Month/Year
Project beneficiaries with improved climate resilient road access to markets, schools and health facilities in selected districts in project-financed areas (gender disaggregated) (Number)	0.00	Aug/2021	32,816.00	30-Sept-2023			323,614.00	Oct/2026
	Comments on achieving targets		<p>The indicator has reported good progress towards achievement of the end target. The gender disaggregated number for the actual is as follows: Male: 54,641, Female: 52,940</p> <p>Measures the the number of beneficiaries with improved climate resilient road access to markets, schools and health facilities in a select few project-financed districts. End target is calculated based on the sample project beneficiaries in project-financed areas in Rathnapura, Matale and Anuradhapura districts who will benefit with improved climate resilient road access due to project interventions. Corresponding gender disaggregated numbers for the end target are as follows: Male - 158,614; Female - 165,000</p>					
Efficiency								
Indicator Name	Baseline		Actual (Previous)		Actual (Current)		Closing Period	
	Value	Month/Year	Value	Date	Value	Date	Value	Month/Year
Number of smallholder farmers with reduced travel time to output markets in selected districts in project-financed areas (Text)	56,179	Feb/2022	56,179	30-Sept-2023			61,800	Oct/2026
	Comments on achieving targets		<p>Measures the number of smallholder farmers with improved accessibility to output markets in select few project-financed districts. The baseline and target of this indicator is updated with this ISR. The baseline is calculated based on the number of smallholder farmers served by the roads improved in Ratnapura, Anuradhapura and Matale districts.</p>					



Average sales of agriculture products in the catchment area of collection points rehabilitated by the project (Text)	To be assessed after restructuring is completed	Nov/2022	To be assessed	30-Sept-2023			To be determined based on baseline	Oct/2026
	Comments on achieving targets		Measures the increase in average value of sales of agriculture products resulting from improvements in quantity and quality of products through project interventions. The indicator would be measured for farmers and agribusiness organizations.					

**Safety**

Indicator Name	Baseline		Actual (Previous)		Actual (Current)		Closing Period	
	Value	Month/Year	Value	Date	Value	Date	Value	Month/Year
Proportion of project-financed roads with safety audits (Percentage)	0.00	Apr/2021	1.00	30-Sept-2023			10.00	Oct/2026
Comments on achieving targets		The indicator measures the percentage of project financed roads that have road safety audits completed.						

**Minimizing the impacts of the economic crisis and restoring social stability**

Indicator Name	Baseline		Actual (Previous)		Actual (Current)		Closing Period	
	Value	Month/Year	Value	Date	Value	Date	Value	Month/Year
CERC implemented according to the emergency action plan (Yes/No)	No	May/2022	Yes	26-Oct-2023			Yes	Nov/2023
Comments on achieving targets		The activities described in the Sri Lanka CERC Emergency Action Plan, were completed						

**6.2 Intermediate Results Indicators by Components**

**Enhancing Safe and Climate Resilient Transport Connectivity**

Indicator Name	Baseline		Actual (Previous)		Actual (Current)		Closing Period	
	Value	Month/Year	Value	Date	Value	Date	Value	Month/Year



Number of Kms of rural roads upgraded with safety measures (Kilometers)	0.00	Mar/2021	204.00	30-Sept-2023			1,000.00	Oct/2026
	Comments on achieving targets		The actual estimate reported in this ISR is the number reported as of the implementation support mission June 2024.  Measures improved road safety in project financed areas.					
Travel time along the project-financed roads (percentage reduction) (Percentage)	0.00	Mar/2021	0.00	30-Sept-2023			20.00	Oct/2026
	Comments on achieving targets		The actual estimate reported in this ISR is the number reported as of the implementation support mission June 2024.  Measures the average reduction in travel time along the project financed roads. For the target value, on a 2.5 km rural road, assumed current operating speed is 40 km/hr which rises to 50km/hr.					
Percentage of women employed in road maintenance work under the project (Percentage)	0.00	Aug/2021	9.00	30-Sept-2023			15.00	Oct/2026
	Comments on achieving targets		The actual estimate reported in this ISR is the average percentage of women working in ongoing contracts as of the implementation support mission June 2024.  Measures the increased employment of women in road maintenance work in project financed road work. End target is estimated taking into consideration the recent project experience by the RDA and the proposed activities under this project to improve female employment in road maintenance work.					
Percentage of beneficiaries satisfied with improved roads in selected districts in project-financed areas (gender disaggregated) (Percentage)	0.00	Aug/2021	0.00	30-Sept-2023			50.00	Oct/2026
	Comments on achieving targets		The actual estimate reported in this ISR is the number reported as of the implementation support mission June 2024.  Measures the public feedback on the road improvements in select few project-financed districts. The baseline is estimated as the percentage of population satisfied with the existing condition of the candidate roads in Rathnapura, Matale and Anuradhapura districts based on a sample of 203 people surveyed by the RDA E&S division. Surveys and community					



			consultations for this has been restricted due to prevalence of COVID-19. End target is estimated based on the baseline and will be verified through a satisfaction survey carried out at the end of road rehabilitations.					
Number of women that have access to paved all weather roads in selected districts in project-financed areas (Number)	262,554.00	Aug/2021	262,554.00	30-Sept-2023			427,554.00	Oct/2026
	Comments on achieving targets		<p>The actual estimate reported in this ISR is the number reported as of the implementation support mission June 2024.</p> <p>Measures the women's improved accessibility to paved, all weather roads in select few project-financed districts. Baseline estimate is calculated as existing female population in Rathnapura, Matale and Anuradhapura districts who already have access to paved, alleather roads. End target is calculated by adding the incremental number of female beneficiaries who will have access to improved roads under this project to the baseline estimate.</p>					
Number of school girls that have access to paved all weather roads to schools in selected districts in project-financed areas (Text)	17,187	Feb/2022	17,187	30-Sept-2023			23,600	Oct/2026
	Comments on achieving targets		<p>The actual estimate reported in this ISR is the number reported as of the implementation support mission June 2024.</p> <p>Measures the number of school girls benefited by improved access to schools through paved, all weather roads in select few project-financed districts. The baseline is calculated based on the number of school girls served by the roads improved in Ratnapura, Anuradhapura and Matale districts.</p>					
Number of community groups actively engaged in project monitoring activities (Number)	0.00	Jun/2021	21.00	30-Sept-2023			9.00	Oct/2026
	Comments on achieving targets		<p>The actual estimate reported in this ISR is the number reported as of the implementation support mission June 2024.</p> <p>Measures the improved community participation in project monitoring activities. The GRCs appointed for the project, which include community members, are involved in project</p>					



			monitoring activities as well. The actual is measured as the number of GRCs appointed under the project.					
Climate resilient road maintenance plans prepared on an annual basis (Yes/No)	No	Apr/2021	No	30-Sept-2023			Yes	Oct/2026
	Comments on achieving targets		Measures the adoption of climate resilient road maintenance practices by the RDA					
An institutional framework for road management developed (Text)	No institutional framework for road management in place	Jun/2021	No institutional framework for road management in place	30-Sept-2023			An institutional framework for road management developed	Oct/2026
	Comments on achieving targets		Measures steps taken to improve road management practices in the country's road sector					
Number of road safety awareness campaigns completed during project implementation (Number)	0.00	Jun/2021	6.00	30-Sept-2023			9.00	Oct/2026
	Comments on achieving targets		<p>The actual estimate reported in this ISR is the number reported as of the implementation support mission June 2024.</p> <p>Measures the increased awareness around road safety among the communities in project financed areas. The actual estimate reported in this ISR is reported progress as of the implementation support mission April 2023. Five awareness programs have been conducted in Ratnapura district to the communities around the roads being improved.</p>					
<b>Enhancing Supply Chain and Access to Services for Farmers</b>								
Indicator Name	Baseline		Actual (Previous)		Actual (Current)		Closing Period	
	Value	Month/Year	Value	Date	Value	Date	Value	Month/Year
People with strengthened food and nutrition security (Number of people) CRI	Comments on achieving targets		Note that this indicator is yet to be assessed.					



People with strengthened food and nutrition security – Youth (Number of people) CRI	Comments on achieving targets		Note that this indicator is yet to be assessed.					
People with strengthened food and nutrition security – Female (Number of people) CRI	Comments on achieving targets		Note that this indicator is yet to be assessed.					
Number of storage/collection centers constructed or rehabilitated (Number)	0.00	Jun/2021	0.00	30-Sept-2023			18.00	Oct/2026
	Comments on achieving targets		Measures the improved agro-logistics infrastructure in project financed areas					
Percentage of beneficiaries satisfied with improved agro-logistics infrastructure (collection centers) in selected districts in project-financed areas (gender disaggregated) (Text)	To be obtained via satisfaction surveys carried out prior to infrastructure rehabilitation	Jun/2021	To be obtained via satisfaction surveys carried out prior to infrastructure rehabilitation	30-Sept-2023			To be determined based on baseline	Oct/2026
	Comments on achieving targets		Measures the public feedback on the agro-logistic infrastructure improvements in select few project-financed districts.					
<b>Contingent Emergency Response</b>								
Indicator Name	Baseline		Actual (Previous)		Actual (Current)		Closing Period	
	Value	Month/Year	Value	Date	Value	Date	Value	Month/Year
Beneficiaries of main cash transfer programs (Elderly, Disabled, CKD, Samurghi) and their wait list, including top-ups (Number)	0.00	May/2022	3,090,000.00	28-Apr-2023			3,000,000.00	Nov/2023
	Comments on achieving targets		Direct beneficiaries					



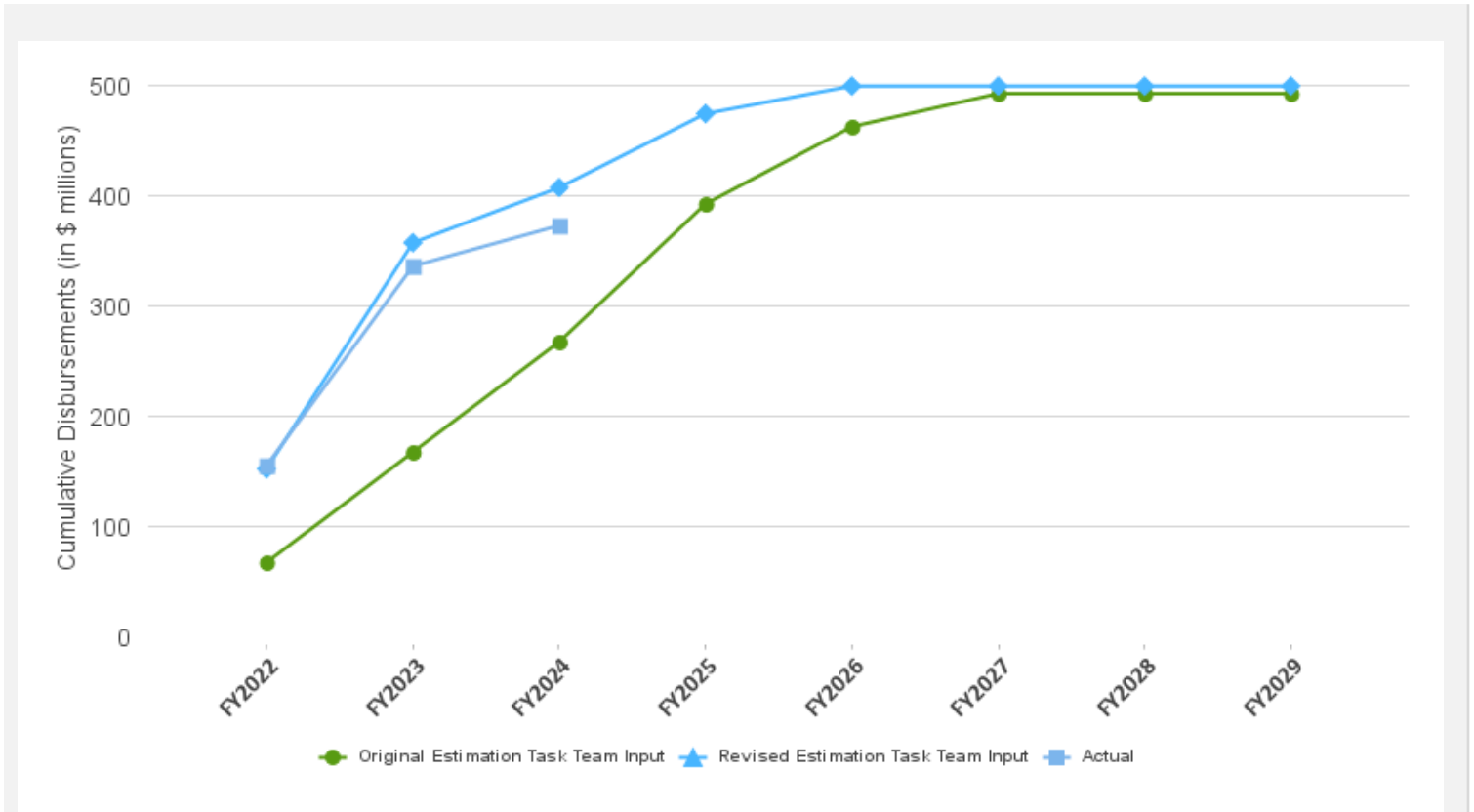


Quantity of fertilizer distributed through agrarian service centers (Metric ton)	0.00	May/2022	0.00	07-Jul-2022		137,500.00	Nov/2023
	Comments on achieving targets		<p>The actual progress reported for this indicator accounts only for the fertilizer distributed during the Maha 2022/23 and Yala 2023 seasons. The total including the distributions made in Maha 2023/24 season will be reported in subsequent ISRs.</p> <p>Volume of fertilizer in metric tons distributed to smallholder farmers through agrarian service centers</p>				
Number of farmer beneficiaries receiving fertilizer (Number)	0.00	May/2022	0.00	07-Jul-2022		1,000,000.00	Nov/2023
	Comments on achieving targets		<p>The actual progress reported for this indicator accounts for the number of farmers who received fertilizer in the Maha 2022/23 season. In the Yala 2023 season 660,511 farmers received fertilizer, however, there's a possibility that this includes the same farmers who received fertilizer in the Maha season. Therefore, the number for Yala 2023 is not accounted for to avoid any double counting.</p> <p>Approximate number of farmers covered in 800,000 hectares</p>				
Cooking gas procured and distributed (Metric ton)	0.00	May/2022	85,038.00	28-Apr-2023		70,000.00	Nov/2023
	Comments on achieving targets		Amount of cooking gas procured and distributed				



## 7. DATA ON FINANCIAL PERFORMANCE

### 7.1 Cumulative Disbursements



### 7.2 Disbursements (by loan)

Loan/Credit/TF	Status	Original	Revised	Cancelled	Disbursed	Undisbursed	% Disbursed
IBRD-92900	Effective	500.00	500.00	0.00	374.84	125.16	74.97%

### 7.3 Key Dates (by loan)

Loan/Credit/TF	Status	Approval	Signing	Effectiveness	Orig. Closing	Rev. Closing
IBRD-92900	Effective	30-Sept-2021	03-Nov-2021	11-Nov-2021	31-Oct-2026	31-Oct-2026

## 8. KEY DATES



Key Events	Planned	Actual
Approval	30-Sept-2021	30-Sept-2021
Effectiveness	11-Nov-2021	11-Nov-2021
Mid-Term Review No. 01	02-Jun-2024	03-Jun-2024
Operation Closing/Cancellation	31-Oct-2026	

## 9. RESTRUCTURING HISTORY

Restructuring Level 2 Approved on 18-Nov-2022

## 10. ASSOCIATED OPERATION(S)

There are no associated operations