



DOCUMENT OF THE WORLD BANK

RESTRUCTURING PAPER
ON A
PROPOSED PROJECT RESTRUCTURING
OF
NAGALAND HEALTH PROJECT
APPROVED ON DECEMBER 19, 2016
TO
INDIA

HEALTH, NUTRITION & POPULATION

SOUTH ASIA

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I. BASIC DATA

Product Information

Project ID P149340	Financing Instrument Investment Project Financing
Original EA Category Partial Assessment (B)	Current EA Category Partial Assessment (B)
Approval Date 19-Dec-2016	Current Closing Date 31-Dec-2023

Organizations

Borrower India	Responsible Agency Department of Health and Family Welfare, Government of Nagaland
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Project Development Objective (PDO)

Original PDO

To improve health services and increase their utilization by communities in targeted locations in Nagaland.

Summary Status of Financing (US\$, Millions)

Ln/Cr/Tf	Approval	Signing	Effectiveness	Closing	Net		
					Commitment	Disbursed	Undisbursed
IDA-59270	19-Dec-2016	16-Jan-2017	20-Mar-2017	31-Dec-2023	43.00	40.54	2.46

Policy Waiver(s)

Does this restructuring trigger the need for any policy waiver(s)?

No

II. SUMMARY OF PROJECT STATUS AND PROPOSED CHANGES



1. Background: The US\$48 million Nagaland Health Project (NHP) was approved by the World Bank Board of Executive Directors on December 19, 2016. The Financing Agreement was signed on January 16, 2017, and effectiveness declared on March 20, 2017, with a closing date of March 31, 2023.
2. Based on the request of Department of Economic Affairs (DEA), Ministry of Finance (MoF), Government of India (GoI) emanating from Government of Nagaland (GoN), the Project was restructured three times: (i) on November 18, 2020, after the mid-term review (MTR) to cancel US\$5 million; (ii) On June 9, 2021, to provide COVID-19 emergency response through the project and (iii) on December 16, 2022, to allow the GoN to deliver several infrastructures works delayed by COVID-19. On December 22, 2023, the World Bank received a fourth restructuring request from DEA for a 6 month no-cost extension.
4. Implementation performance: The implementation performance is rated satisfactory for both Project Development Objective (PDO) Achievement and Implementation Progress ratings. To date, the Project has disbursed US\$40.54 million (94.27 percent of IDA financing). The Project has met the targets for four of five PDO level indicators and all 16 intermediate result (IR) indicators.
5. Component 1 consists of implementation of the RBF approach at health facility level. The project successfully closed RBF activities in May 2023 that provided financial incentives to health committees at primary health care (PHC) and district hospital (DH) levels based on health service delivery performance. An impact evaluation is underway to measure the effect of RBF on health service utilization and quality of care at primary and secondary health care levels.
6. Component 2 includes the following sub-components: (i) Civil Work and Solar Power; (ii) Information and communication technology (ICT) and (iii) Human Resources for Health. The PMU successfully closed sub-component (iii) in April 2023 and sub-component (i) is almost complete, except the construction of the Knowledge Center and Library of the Kohima Medical College in Nagaland which is delayed. The Drugs and Vaccines Distribution Management System (DVDMS), under sub-component (ii), has been scaled up at health facility level and the eUpkaran (Equipment Maintenance & Management System-EMMS) software, launched in July 2022, is being rolled out at state level. The PMU handed over the assets to the health facilities and the Department of Health and Family Welfare (DoHFW) has endorsed NHP's sustainability plan.
7. Rational for Restructuring: The rational for extension is (i) delays in the construction of the Knowledge Center and Library of the Kohima Medical College due to the rainy season and unavailability of some materials in Nagaland. Thus, the restructuring proposes to revise the closing date of the Project from December 31, 2023 to June 30, 2024. There will be no change to the results framework during the extended duration of the Project. During the extended period, the Project will focus on completing the construction of the Knowledge Center and Library of the Kohima Medical College, close pending contracts, implement EMMS, and utilize the entire amount of the credit. Additionally, the project extension would provide the GoN with more time to transition project activities from the PMU to the National Health Mission (NHM), ensuring sustainability of project activities.

III. DETAILED CHANGES

LOAN CLOSING DATE(S)



Ln/Cr/Tf	Status	Original Closing	Revised Closing(s)	Proposed Closing	Proposed Deadline for Withdrawal Applications
IDA-59270	Effective	31-Mar-2023	31-Dec-2023	30-Jun-2024	30-Oct-2024