



# MDTF UPDATE



Khyber Pakhtunkhwa  
Federally Administered Tribal Areas  
and Balochistan  
Multi Donor Trust Fund



JANUARY  
2013



# JANUARY HIGHLIGHTS

- KP Southern Area Development Project approved;
- A total of 533 applications processed and 262 approved for matching grants under ERKF;
- A total of 35 Community Organizations formed and 40 solar lamps distributed under RLCIP;
- Provincial highway in Swat almost complete with 9.5 kms fully functional;
- A total of 561 shortlisted primary and middle schools for girls in Balochistan independently re-verified for construction;
- Public Grievance Redressal Mechanism in KP Provincial Ombudsman office to be strengthened through a Perception Survey and Citizen Score Cards;
- Financing facility for re-strengthening, restructuring and re-organization of the KP Anti-Corruption Establishment approved;
- A total of 100 in-service civil judges trained on judgment writing in collaboration with development partners;
- Anti-Corruption Hotline to be established in FATA;
- FATA Finance Department supported to undertake Public Financial Management reforms;
- Third Party Monitoring Agent engaged for 5 MDTF projects; and
- Consolidated Reporting Format developed.

# Overview

- The second meeting of the Advisory Committee of the Khyber Pakhtunkhwa (KP), Federally Administered Tribal Areas (FATA) and Balochistan Multi Donor Trust Fund (MDTF) was held on January 23, 2013. The meeting was jointly chaired by Syed Mazahar Ali Shah, Director General Projects, FATA Secretariat and Mr. Damon Bristow, Head of Group, Department for International Development (DFID).

The meeting featured discussions on the KP Local Government Reforms and agreed on an assessment of its implications on development. The draft concept note on Strategic Communications was also presented and reviewed.

- The contract for the Third Party Monitoring Agent (TPMA) was signed during January 2013 with Oxford Policy Management Limited. The TPMA will be monitoring five MDTF projects including Economic Revitalization of KP and FATA (ERKF), FATA Urban Centers (FUCP), FATA Rural Roads, FATA Rural Livelihoods and Community Infrastructure Project (RLCIP) and KP Southern Area Development Project (KP SADP).
- The MDTF Secretariat has finalized its Consolidated Reporting Format. This format is a concise reporting tool that collates MDTF achievements in one document and presents MDTF-level results to the Government, donors and other stakeholders.

# MDTF -Financed Projects and Status of the Portfolio

As of January 31, 2013 the status of the MDTF-financed portfolio was as follows

## Portfolio Disbursements

S.No	Project	Project Amount US\$ (million)	Location	Disbursement US\$ (million) as @ January 31, 2013	Disbursement Percentage
1	KP Emergency Roads Recovery Project	8	KP	8	100%
2	Governance Support Project for KP, FATA and Balochistan	8.75	KP/FATA/ Balochistan	2.17	24.8%
3	Economic Revitalization of KP and FATA Project (ERKF)	20	KP/FATA	4.56	22.8%
4	FATA Rural Livelihoods and Community Infrastructure Project	12	FATA	1.5	12.5%
5	FATA Urban Centres Project	7	FATA	0.5	7.14%
6	Strengthening Health Services in Crisis Affected Areas in KP	25	KP	3.0	12%
7	Balochistan Disaster Management Project	5	Balochistan	0.35	7%
8	Promoting Girls' Education in Balochistan	10	Balochistan	0.35	3.5%



# PROJECT PORTFOLIOS

## KP Southern Area Development Project

The USD 18 million grant for the KP SADP was approved in January 2012. The three-year Project will strengthen the capacity of the poor to improve their livelihood options through access to social and productive infrastructure. The affected communities will be fully involved in the implementation of the project which will target three districts in the Southern KP i.e. Dera Ismail Khan, Tank and Lakki Marwat. These districts are amongst the 25 poorest in the country and received the largest number of Internally Displaced People in the aftermath of the 2009 crisis that displaced an estimated two million people.

Through this Project, the Government of KP will finance investments for community development activities, skills enhancement and cost effective basic services. Small scale productive infrastructure will be rehabilitated with a focus on agriculture and livestock sectors (including provision of water, sanitation, irrigation and agricultural inputs) for the economic growth of southern KP which is essentially an agriculture-based economy. This will benefit at least 100,000 people, of which 30 percent will be women.

## Economic Revitalization in KP and FATA (ERKF)

As of January 28, 2013 the Implementation Partner of ERKF, Small and Medium Enterprise Development Authority (SMEDA) received 2,844 applications (1,652 in KP and 1,192 in FATA). A total of 533 applications (including approved, rejected and

ineligible) have been processed. The remaining applications are at different stages of processing.

A total of 262 (198 in KP and 64 in FATA) Small and Medium Enterprises (SMEs) have been selected for matching grants. These include SMEs from textile, marble, furniture, horticulture, light engineering and trading sectors. Compared to disbursements of PKR 6 million (US \$ 61,440) in July 2012, the Project has disbursed PKR 76 million (US \$ 778,170) (PKR. 52 million (US \$ 532,432) in KP and PKR. 24 million (US \$ 245,738) in FATA) to 173 (139 KP & 34 FATA) SMEs to date.

## FATA Rural Livelihood and Community Infrastructure Project

A total of 35 Community Organizations (COs) have been formed in South Waziristan, Bajaur and Mohmand Agencies through the efforts of 18 social mobilizers (9 male and 9 female) who have been engaged from the community. The COs will provide a platform for the community to organize themselves, identify and address development needs in a participatory manner.

Additionally, a total of 40 households have received solar lamps to be used as an alternate means of energy.

## KP Emergency Roads Recovery Project

Activities under the ERRP are 83.2 percent complete in the course of one year. About 9.5 km (90.5 percent of the original project length or 73 percent of increased project length) is fully functional. Of the 33

culverts, 27 (81.8 percent) have been completed. And, of the 2 bridges one is almost complete while work on the second bridge will commence shortly. The Project is expected to be completed by March 2013, about 6 months ahead of the originally planned completion schedule.

### Promoting Girls Education in Balochistan

The Centre for Research and Development (CRD) conducted a baseline survey for 2011/12 in 12 districts of Balochistan to re-verify the status of shelter less girls' schools short-listed for construction, under the Promoting Girls' Education in Balochistan (PGEB). A total of 547 girls' government primary schools (GGPS) and 14 girls' government middle schools (GGMS) surveyed were identified as shelter less by the Government, based on data collected by the Education Department. Of the 547 GGPS surveyed by CRD, 60 percent were verified as functional<sup>12</sup> out of 14 GGMS were also verified as functional. A total of 235 schools met the initial shortlisting criteria of being shelter less (some with one-room transitional shelter) but were confirmed as functional schools, with teachers and enrolled children.

Despite challenges relating to accessibility and security, 561 schools out of the targeted 578 were successfully surveyed by CRD. The survey team also noted that on the whole, communities were very supportive of educational activities and enthusiastic about the prospect of school construction in their villages.

An important finding of the survey that needs to be addressed at

the policy level by the Government is the duplication of services as 69 percent of the surveyed schools were located within 2 kilometers of another school. The PGEB team is considering this as an important condition in the final selection of schools to be rebuilt.

Based on the findings of the survey, the PGEB will undertake the following activities:

Intervention	Target
Improving infrastructure of shelter less schools	130 schools
Provision of missing facilities (primary and middle schools)	200 schools
New Schools through community support mechanisms	150 schools
Enhanced enrolment due to provision of infrastructure	6000 students
Parent Teacher School Management Council members trained	1,880
Number of female teacher posts successfully staffed	300
Teacher attendance rate	Greater than 90 % by end of project

### Governance Support Programme KP

Under the GSP, the Public Grievance Redressal Mechanism in the KP Provincial Ombudsman office will be further strengthened through a Perception Survey and Citizen Score Cards. This will generate citizens'



feedback at provincial, regional, local and departmental level to determine performance gaps / constraints and suggest solutions for improving service delivery to build citizens' trust in provincial government institutions.

Additionally, the GSP has also approved a financing facility for re-strengthening, restructuring and re-organization of the Anti-Corruption Establishment in KP. This support will reduce corruption and enhance transparency by improving grievance redressal systems and enhancing capacities for detection of complaints, accountability and outreach to citizens.

The GSP-supported Judicial Academy, established in July 2012, continues its capacity building initiatives. With support from development partners, a total of 100 in-service civil judges (77 male and 23 female) have been trained on judgment writing to date.

## FATA

The FATA Tribunal, established in February 2012, continues to provide a window for the citizens of FATA to seek justice in a timely manner. As of January 2013, 377 cases are under process. For details see table below:

The GSP will be supporting the establishment of an Anti-Corruption Hotline (ACH) under the Governor's Inspection Team (GIT) in FATA. Citizens will have the option of registering corruption-related complaints either through mail, the ACH

website or telephonically. The complaints will be reviewed by the GIT and a tracking number issued for follow up through the call centre, internet or SMS.

FATA Tribunal Cases Overview	
Pending cases before 20th February 2012	216
Instituted cases since 20th February 2012	161
Resolved Cases since 20th February 2012	283
Under Trial Cases	94
Total	377

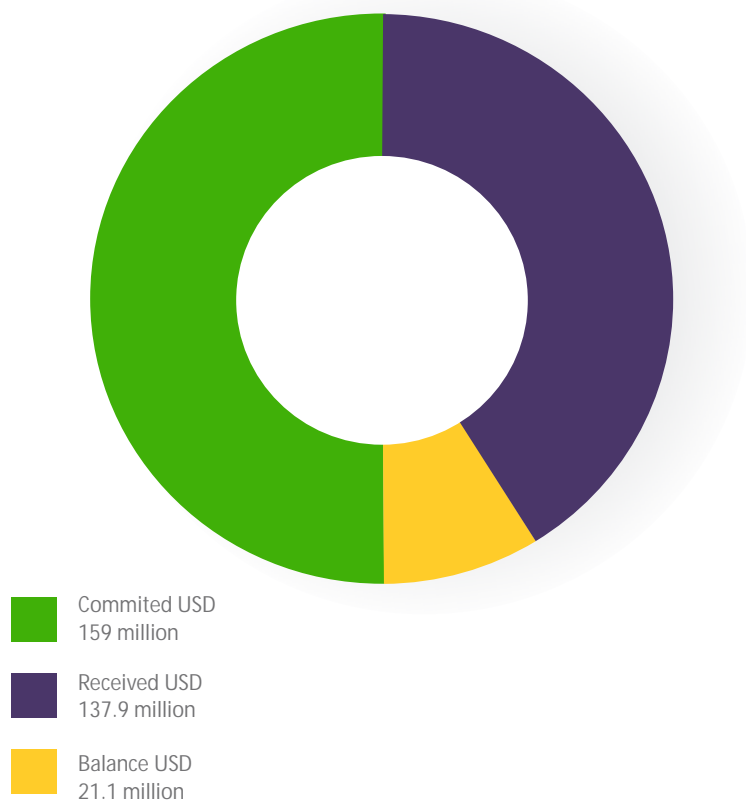
The business processes of ACH will be documented and a comprehensive scheme for classification and standardization of complaints will be adopted. The ACH will monitor each complaint and those not resolved within the prescribed time frame will be forwarded to GIT for quick resolution.

The GSP is also supporting the FATA Finance Department to undertake Public Financial Management reforms by addressing urgent capacity needs of the Department. This will be done by initiating citizens' and other stakeholders' involvement in the budgeting process to enhance ownership and transparency. Urgent human resource and operational requirements of FATA Finance Department will also be met and an implementation plan developed for linking the FATA financial system to the National Financial Management Information System.

# Financial Position of MDTF

## Reflecting the Status of Contributions and Signing of Agreements

The MDTF has received commitments totaling US\$ 159 million. Funds of US\$ 137.9 million have been paid into the MDTF account managed by the World Bank.



More details on the status of contributions are given in the table below:

Donor	Pledged Amt (m)	Currency	US\$	Signed	Paid In
Australia	23.3	AUD	22.3	22.3	20.1
Denmark	40.0	DKK	7.1	7.1	7.1
European Union	15.0	EUR	19.7	19.7	19.7
Finland	5.6	EUR	7.6	7.6	7.6
Germany	8.0	EUR	11.2	11.2	11.2
Italy	4.0	EUR	5.4	5.4	5.4
Netherlands	5.0	USD	5.0	5.0	1.2
Sweden	5.0	USD	5.0	5.0	5.0
Turkey	5.0	USD	5.0	5.0	5.0
UK	30.0	GBP	45.8	45.8	30.7
USA	25.0	USD	25.0	25.0	25.0
<b>Total</b>			<b>159</b>	<b>159</b>	<b>137.9</b>



## Status of Projects under Multi Donor Trust Fund (MDTF) as of January 31, 2013

S.No	Name	Project Description	Amount US\$ (million)	Pc1 Approval Y/N	Min of Law Approval Y/N	Grant Agreement signed Y/N	Implementation Begins / Anticipated
1	<i>KP Roads Project</i>	Rehabilitation of 10.5 km of the main portion of the Chakdara – Shamoza road	8	Y	Y	Y	August 2011
2	<i>FATA Rural Roads</i>	Rural roads to be constructed under the project are estimated at 80 km	16	Y	Y	Y	December 2012
3	<i>FATA Urban Centers</i>	Project will fund technical assistance to develop a conceptual framework for FATA Urban Centers and will provide needed infrastructure and equipment to improve service delivery	7	Y	Y	Y	February 2012
4	<i>Promoting Girls Education in Balochistan</i>	Support to the education sector to increase attendance of girls at schools in Balochistan	10	Y	Y	Y	September 2012
5	<i>Strengthening Health Services in Crisis-affected Districts of KP</i>	Project aims to improve health services in KP through rationalization and introducing the private sector to manage health centers in 7 districts	16+9	Y	Y	Y	April 2012
6	<i>Economic Revitalization of KP and FATA</i>	Support to small and medium businesses affected by the crisis	20	Y	Y	Y	October 2011
7	<i>FATA Rural Livelihood and Community Infrastructure Project</i>	Project will support the establishment of a department and build its capacity to manage and implement demand-driven community-based activities	12	Y	Y	Y	February 2012
8	<i>Governance Support project</i>	Support Governments of KP, Balochistan and FATA Secretariat to design and implement sectoral reforms	8.75	Y	Y	Y	October 2011
9	<i>Balochistan Disaster Management</i>	Build the capacity at the Balochistan PDMA to become able to reply to disasters in a more efficient way	5	Y	Y	Y	July 2012
10	<i>KP Southern Area Development Program</i>	Reduce inequality by providing equal opportunities to the local inhabitants	18	Y	Y	N	February 2013
11	<i>KP Value Chains Project</i>	Support value chains for key growth sectors in the crisis-affected areas of KP that were identified in the PCNA.	9	N	N	N	July 2013

# MDTF in the Media



## PROMOTING GIRLS EDUCATION IN BALOCHISTAN

[View Flickr Gallery](#)

## Relevant News

The Frontier Post

USD 18 million grant for rehabilitation of KP's southern districts

Pakistan Press International News Agency

US\$18 million grant for rehabilitation of Khyber Pakhtunkhwa's ...

Daily Times

'\$18m grant for rehabilitation of KPs southern districts okayed

Business Recorder

MDTF approves \$18 million grant for Khyber Pakhtunkhwa's ...

Dawn

\$18 million grant for uplift of southern KP districts

The Statesman

\$ 18 million grant for southern districts rehabilitation

Daily Mashriq

[http://www.dailymashriq.com.pk/uploads/attachments/1359431181\\_1.gif](http://www.dailymashriq.com.pk/uploads/attachments/1359431181_1.gif)

**Ibex Magazine**

'USD 18 million grant for rehabilitation of KPs southern districts

For more information regarding the MDTF, please contact:

Robert Bou Jaoude, Program Coordinator  
rboujaude@worldbank.org

Mehreen Saeed, MDTF Communications Focal Point  
msaeed@worldbank.org



[www.pakistanmdtf.org](http://www.pakistanmdtf.org)

## MDTF Secretariat

World Bank, Islamabad  
Level 7, Serena Business Complex,  
Khayaban-e-Suhrawardy,  
Sector G-5,  
Islamabad, Pakistan



<http://facebook.com/pakistanmdtf>



<http://twitter.com/pakistanmdtf>



<http://youtube.com/pakistanmdtf>



<http://flickr.com/pakistanmdtf>