

PSF Secretariat

Quarterly Progress Report: January to March 2016

Summary Information	
Status	Active
Activity Number	P110058 (TF091590) and P124779 (TF010256)
Task Team Leader(s)	Sonya Woo (swoo@worldbank.org)
Executing Agency	PNPM Support Facility (PSF)
Start date to Closing Date	31 January 2008 to 31 March 2018 (122 months)
Geographic Coverage	National
Approved Budget	US\$ 16,977,935
Disbursements during the Quarter	US\$ 260,086
Cumulative Disbursements	US\$ 9,510,509

Progress

Project Overview

The PSF Secretariat provides operational and administrative services to the PSF to sustain an effective framework for the implementation of PNPM Mandiri and the transition to the Village Law. In addition to supporting the management of the PSF and coordinating the Joint Management Committee (JMC), the Secretariat provides fiduciary oversight and reporting on the progress for all PSF programs. Key activities undertaken by the Secretariat include: (i) administering grant agreements issued through the PSF Trust Fund; (ii) coordinating program supervision missions and appraisals; (iii) providing operational and technical assistance to agencies managing PNPM Mandiri programs at the national, provincial and district levels; (iv) preparing financial reports and quarterly and annual progress reports; and (v) documenting and disseminating minutes of JMC meetings.

Overall progress towards development objective

The Secretariat has supported the continuous evolution of the PSF portfolio, which has increased in size from US\$37 million in 2008 to US\$402 million to date, as well as managing a range of activities and engaging with a large number of agencies. In 2013, the Secretariat facilitated the inclusion of Millennium Challenge Account-Indonesia (MCA-I) into the PSF and as a member of the JMC. MCA-I with its pledge of US\$ 89 million in cash contributes a significant proportion to the total donor contributions, which now reaches a total of US\$392 million. In 2014, the Secretariat facilitated: (i) the amendment of the PSF MDTF (Multi-Donor Trust Fund) Administration Agreement (AA) between the World Bank and the Government of Australia (GoA), reflecting a new contribution of US\$16.4 million; and (ii) the extension of the USAID support to the PSF until June 15, 2017. Roughly 78 percent of PSF resources are implemented by Indonesian Government agencies and civil society organizations.

The Secretariat is also responding to increasing demands for the PSF's operational and technical services, particularly in the context of the closure of existing projects, the dialogue around the transition to the Village Law, and changes in the new Government administration's structure and priorities. While facilitating discussions with the Government, donors, and other stakeholders on the Village Law implementation, the Secretariat has focused on quality assurance for the PSF's deliverables and assistance to the project teams, as well as maintaining the team's communications functions.

Key developments during the quarter

Operational support and quality assurance services that the Secretariat provided during this quarter included:

- Support to the processing of the Note on a Cancelled Operation (NCO) to report on the completion of the Village Training Project (due Q2 2016);
- Commencing the processing and portfolio cleaning of the PSF's Advisory Services and Analytics for PNPB Rural and Implementation Support, Generasi, and M&E and Special Studies, as well for PNPB Peduli;
- Review of two Grant Reporting and Monitoring (GRM) Reports for the PNPB Peduli and Communications Strategy trust funds

The PSF Annual Progress Report was finalized and disseminated online in time for the deadline of April 1st, 2016. A number of communications functions are ongoing under the Secretariat's supervision, including the planning and upgrading of South-South Knowledge Exchange (SSKE) activities, PSF website management, PSF social media account management, media monitoring, knowledge management, and public-affairs work related to Village Law implementation.

Critical challenges

Although the Secretariat continued to support all project teams in the providing quality control and timely processing of deliverables, at times the quarter was filled with a number of simultaneous activities, such as publishing the PSF Annual Progress Report on schedule, as well as cleaning the portfolio's three aforementioned ASAs.

Activities planned during the next quarter

The following key deliverables are due in the second quarter of 2016: an NCO for the Village Training Project, the cleaning of the three ASAs, and two Implementation Status Reports (ISRs) for PNPB Generasi and PNPB Rural.

The team will also plan the capacity-building and knowledge-exchange efforts of upcoming study tours by multi-stakeholder delegations from India, and contribute strategic inputs to the team's new long term plan and priorities.

The Secretariat will also finalize its FY17 work plan, support new projects such as the KIAT Guru project and Village Law Programmatic ASA, as well as continue to provide close support for the closure of the PNPB Rural program and the implementation of the Village Law.

Key Performance Indicators

Indicator	Baseline (2012)	Cumulative Target (2017)	Cumulative Achievements (at end of Dec 2015)	VAR	Target for 2016	Achieved in 2016	VAR	Remarks
Project Development Objective: To provide operational and administrative services to the PSF to sustain an effective framework for the implementation of PNPM Mandiri								
# of JMC meetings held within the year	2 (2010)	6/year	0	-6	6	0	-6	
Contributions (US\$)	90m (2010) 132m (2008-10)	n/a	405	n/a	n/a	0	n/a	
Approved commitments (US\$)	50m (2010) 90m (2008-10)	n/a	419 million	n/a	n/a	5	n/a	
Disbursements (US\$)	28m (2010) 36m (2008-10)	370 million	337 million	33 million	34 million	1 million	-33 million	For CY16, the disbursement projection is US\$34M. Note: In CY15, the target was US\$36M
Disbursement ratio	20% (2009)	70% (each year)	74% (2015)	4%	70% (each year)	25% (until Q1/2016)	45%	
% of funding executed by Government	53% (2010)	75%	72%	-3%	75%	72%	-3%	
% of funding executed by NGOs	7% (2010)	10%	6%	-4%	10%	6%	-4%	
# of active projects	15 (2010)	n/a	11	n/a	n/a	11	n/a	
# types of reports to the JMC	1 AR, 3 QU, 2 GR ¹	1 AR, 3 QU, 2 GR (each year)	1 AR, 1 QU, 0 GR	-2 QU, -2 GR	1 AR, 3 QU, 2 GR	1 AR, 1 QU, 0 GR	-2 QU, -2 GR	

¹ AR = Annual Report; QU = Quarterly Updates; GR = Governance Report (Note: last Quarterly Update of the year replaced by Annual Report)