

EVIDENCE FOR POLICY DESIGN

Center for International Development *at Harvard University*

MGNREGA WAGE PAYMENT DELAYS

AN OVERVIEW

September 17, 2015 Ministry of Rural Development, Government of India

ABOUT EPOD INDIA (1/2)

- Evidence for Policy Design (EPoD) is part of the Center for International Development, Harvard Kennedy School
- Conviction: Public resources need to be optimized for the benefit of low-income populations through evidence-based policymaking
- Primary Activity: Research that utilizes economic tools to provide answers to pressing policy questions
- Reputed Partners
 - National Bureau of Economic Research, MA, USA
 - International Growth Centre, London, UK
 - Center for Economic Research in Pakistan, Lahore, Pakistan

ABOUT EPOD INDIA (2/2)

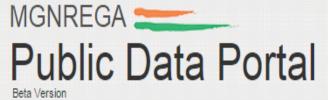
- EPoD's partner in India is the Institute for Financial Management and Research (Chennai)
- EPoD India operates out of New Delhi, but is active across states
 - Madhya Pradesh, Kerala, Bihar
- EPoD India's current projects
 - MGNREGA Monitoring
 - Skill Training and Evaluation
 - Attendance at Central Government Offices (attendance.gov.in)
 - Environmental Compliance
 - National Rural Livelihood Mission
 - PolicyHack
 - LBSNAA training programs
- EPoD India has been working very closely with the NIC, the MoRD, and the Delhi Government

EPOD INDIA'S ENGAGMENT WITH MGNREGA

- Since 2013, EPoD India has been working on NREGA-related issues
 - EPoD India has been working closely with the MoRD (under an MoU)
- Our involvement is aimed at enhancing efficacy and transparency
- Engagement with MGNREGA includes the following projects
 - MGNREGA Public Data Portal
 - MGNREGA Dashboards
 - MGNREGA Report Cards for Bihar Officers
 - MGNREGA Village View







MGNREGA Home Contact

and Earlier

Ministry of Rural Development POLICY DESIGN

Select regions Select year Level of detail: State 2013-2014 - 🗌 India v Andaman and Nicobar Andhra Pradesh Arunachal Pradesh View data Assam Download data Bihar Chhattisgarh For FY 2010-11 Dadra & Nagar Haveli

Select indicators

Worker participation details Job cards

Total households applied for job card

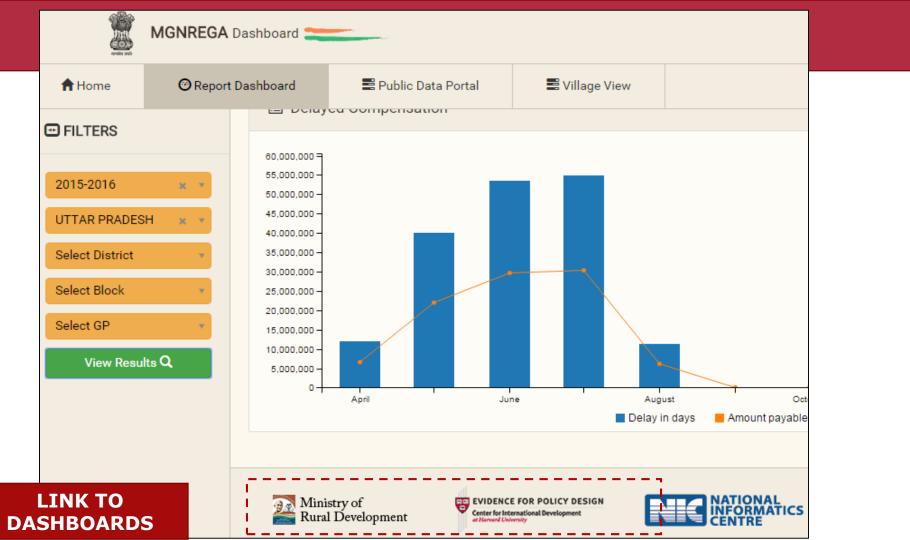
Total job cards issued

Total job cards (SC)

Total job cards (ST)

Total job cards (non-SC/ST)

LINK TO PDP



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A Home	C Report Dashboard	Public Data Portal	■ Village View				
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		FR	Mar	27, 2015 -	AS-03-007-002-001/46 Damayanti Singha	Female	
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		Ministry of Rural Development	EVIDENCE FOR POLICY DESIG Center for International Development at National Development		INFORMATICS DFID	Department for International Development	LINK TO VILLAGE VIEW



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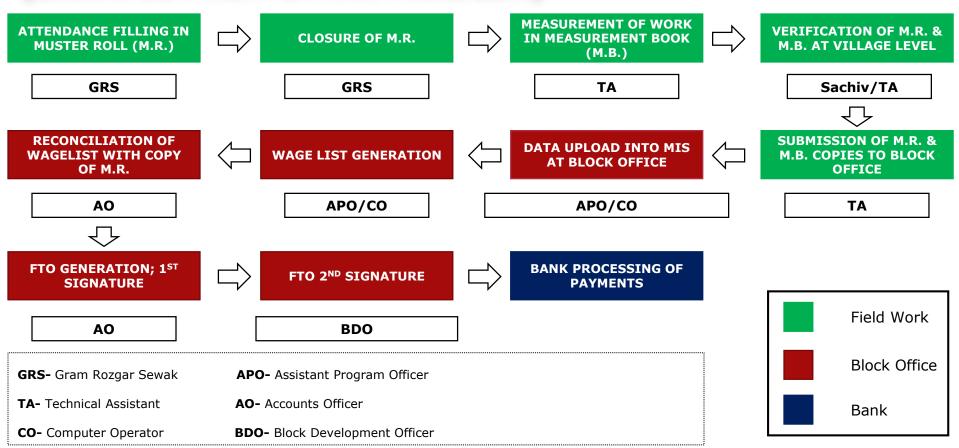
PAYMENT DELAYS UNDER MGNRGEA

AN ANALYSIS

EXECUTIVE SUMMARY

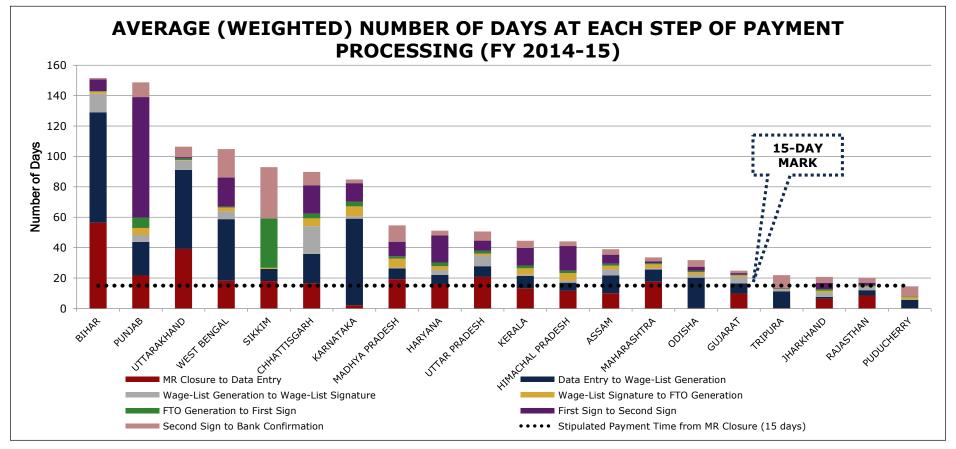
- Payment Disbursal process involves multiple steps and actors
 - Block Office
 - Gram Rozgar Sewak (GRS)
 - Engineers/Technical Assistant
 - Village/Panchayat Administration
- For FY 2014-15, across most states/UTs, average time for wage payment was more than 15 days
 - Of 20 states/Uts for which data is available, only Puducherry has an average<15 days
- Most delays happening at three stages
 - MR Closure to Data Entry into MIS
 - MIS Data Entry to Wage List Generation
 - First Sign on FTO to Second Sign
- Delays are proving detrimental to beneficiaries and MGNREGA's appeal
 - Undermining the goal of smoothing income shocks
 - Evidence that demand is lowered by delays in payment

PAYMENT PROCESSING SYSTEM (EXAMPLE FROM UTTAR PRADESH)



Note: White boxes beneath steps present the officials responsible for implementing that step

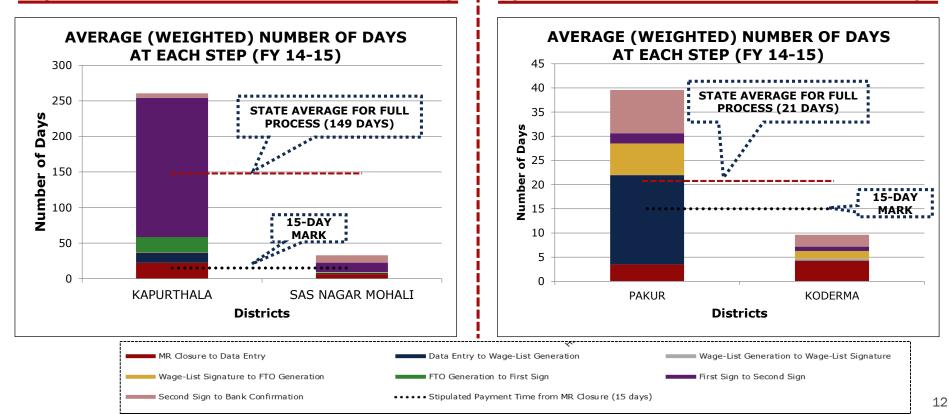
STATE-WISE PERFORMANCE FY 2014-15



Note: Time-stamped data was unavailable for other states

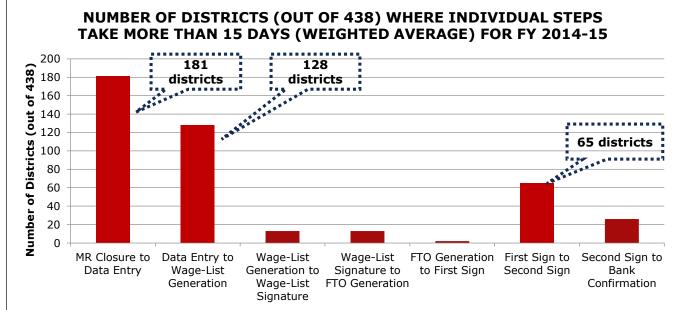
INTRA-STATE DISPARITIES IN PAYMENT PROCESSING FY 2014-15

PUNJAB- ONE OF THE WORST PERFORMERS (BEST AND WORST-PERFORMING DISTRICTS) JHARKHAND- ONE OF THE BEST PERFORMERS (BEST AND WORST-PERFORMING DISTRICTS)



SOURCES OF DELAY (1/2)

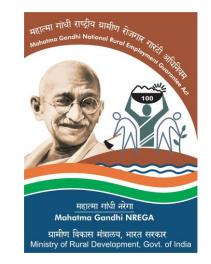
- Major bottlenecks at three steps
 - MR Closure to Data Entry into MIS
 - MIS Data Entry to Wage List Generation
 - First Sign on FTO to Second Sign



Note: Time-stamped data available for 438 districts (of 676 total)

SOURCES OF DELAY (2/2)*

- MR Closure to Data Entry into MIS
 - Informational Failures among GRS, Engineers, Block Office, Sachiv
 - Data Connectivity Problem at the Block Office
 - Violation of deadlines by officials due to over-burdened work schedules, lack of motivation, etc
- MIS Data Entry to Wage List Generation
 - Uploading only MR details in time, and not MB details
 - Engineers violating deadlines
- First Sign on FTO to Second Sign
 - BDO's unavailability
 - Data Connectivity Problem at the Block Office



CONSEQUENCES OF DELAYS

- Purpose of MGNREGA is defeated
 - Harder to effectively smooth income throughout the year when faced with delays

- MGNREGA becomes unattractive source of employment
 - Delays make other sources of employment more attractive

- New avenues for informal lending by richer individuals in village
 - Sarpanch may provide upfront payments, and then recover money with his share*

WHAT WE PROPOSE TO DO?

- A Management and Information Tool
 - Aimed at fixing responsibility for delays at the ground level
 - Currently under development (final stages)
 - Pace of development currently contingent upon response from MoRD's NIC unit

Major Features

- Cost-effective
- Real-time updates
- Benchmarking
- Part of our ongoing engagement with the MoRD
 - Work order Issue

PRESENTED BY

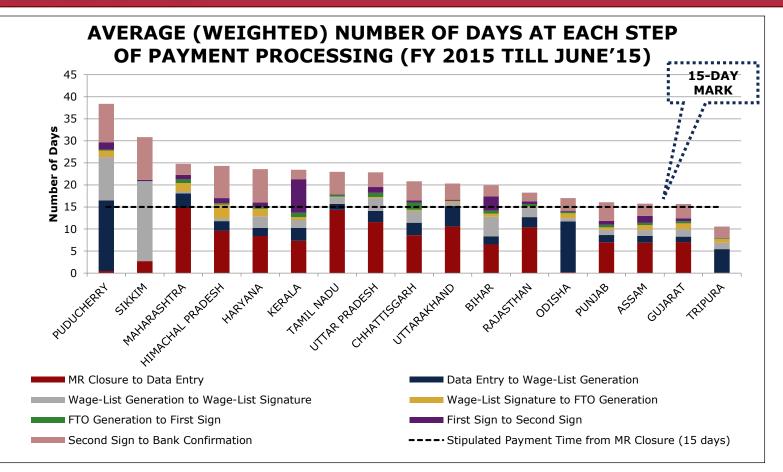


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September 2015

APPENDIX-1



APPENDIX-2

