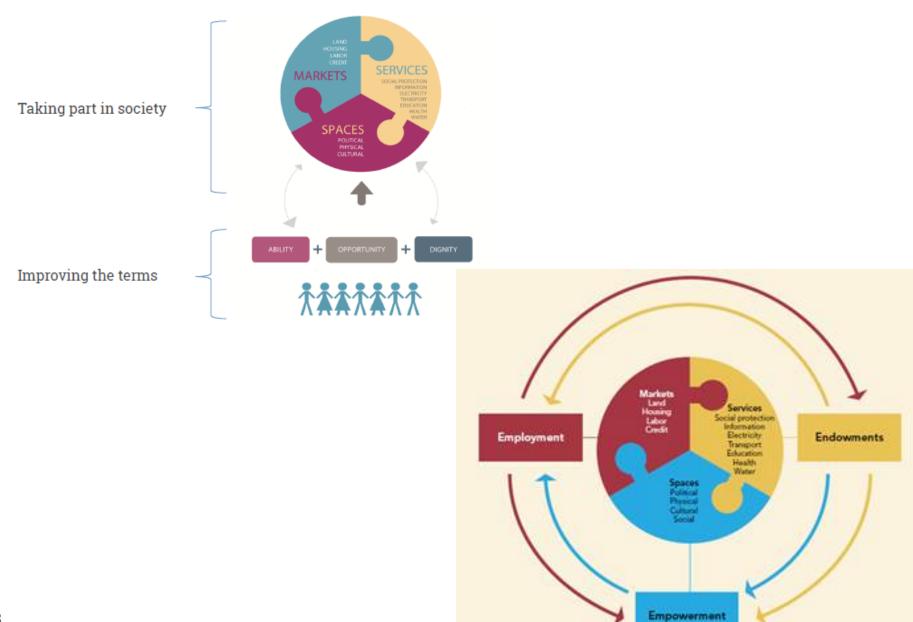
## Opportunities for improving social inclusion in rural areas

#### Social Inclusion

- improving the ability, opportunity and dignity of people disadvantaged on the basis of their identity to take part in society
- WB strategy twin goals of ending extreme poverty and boosting shared prosperity
- considerable progress in reducing extreme poverty,
   but entire groups remain excluded from development gains in many countries

#### Inclusion In What? Markets, Services And Spaces



### Identity Drives Exclusion

- ethnicity: Roma in Eastern Europe, Indigenous Peoples
- caste, race, religion, gender and age, nationality and migrant status, disability, sexual orientation, social and economic status
- gender a powerful driver of exclusion
- exclusion is costly: exclusion of Roma costs Serbia
   231 million Euros ... 887 million Euros in Romania...
   measures of productivity loss and drivers of instability and conflict

#### Community Driven Development

- An approach to local development that gives control over planning decisions and investment resources to community groups (including local governments)
  - Efficiency
  - Improved local governance
  - Equity and Inclusiveness
- two dimensions: decentralization and participation
- provides a platform for implementing single-sector and multi-sector interventions

#### CDD typology

Social Funds

Single sector/
Common Property
Resource
Management

Local Government Support

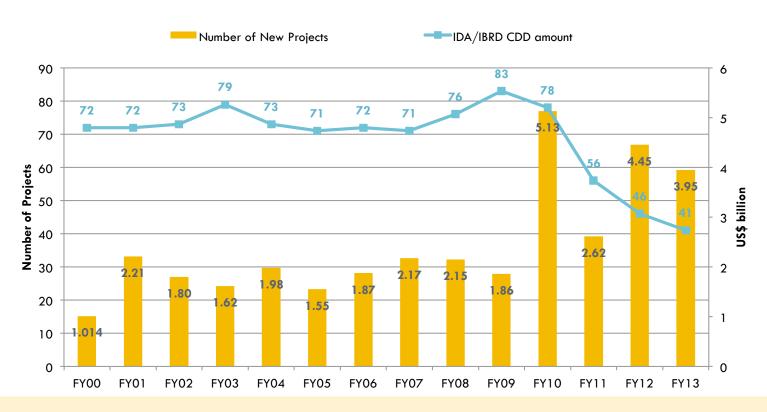
Multi-Sector/ Integrated Service Delivery

Livelihoods and Micro-credit

Emergency, Post-Conflict, and Disaster Response

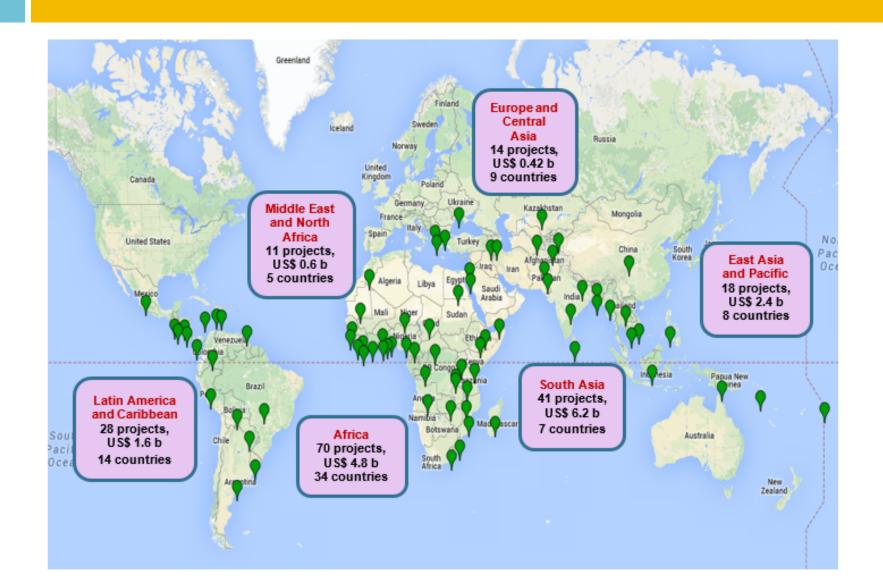
#### The World Bank's CDD Portfolio

#### CDD Lending and the Number of Projects FY00-FY13

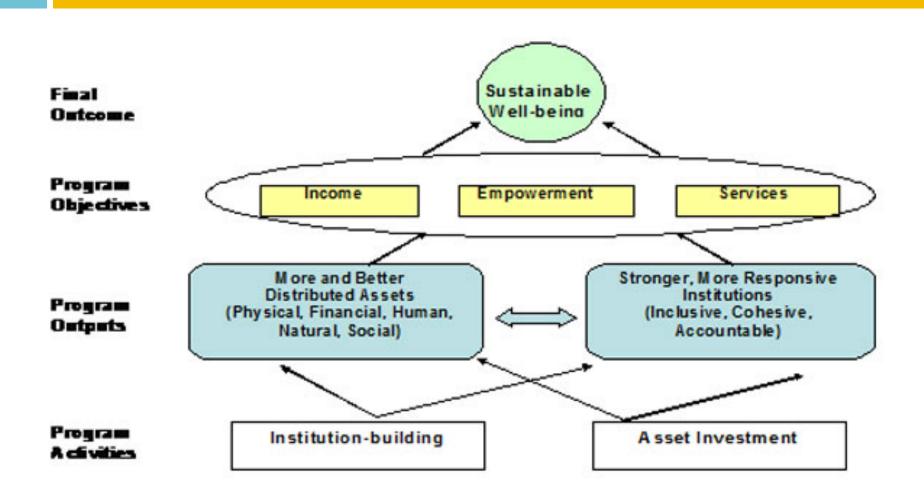


• 865 IDA/IBRD projects between FY00-11 worth over \$40.6 billion

## Global spread of CDD



#### CDD theory of change



#### CDD process



#### CDD process

- social mobilization and social inclusion- developing capacity at all levels
- identifying and prioritizing needs and investment choices
- preparing community/local development plans
- setting up fund flow and institutional support arrangements, often block grant mechanisms with clear correspondence with intergovernmental fiscal transfer system
- facilitating participatory monitoring and evaluation, sound governance arrangements, information access and innovations in accountability relationships, including grievance redress
- progressive scaling up

# Azerbaijan Internally Displaced Persons Project

- Situation: protracted displacement over 20 years after conflict with Armenia in 1992 – 1994. One of the highest concentration of IDPs per capita. IDPs are systematically disadvantaged. Youth and women particularly affected.
- Objective: Improve living conditions and increase economic selfreliance of IDPs
- How: Micro-projects, housing, livelihood support
  - emphasis on community involvement in preparation and implementation of micro projects to increase empowerment and ownership (e.g. PRA, community design appraisal event)
  - mobilization of self-help groups to identify income-generating activities
  - including non-IDPs as beneficiaries and participants to increase cohesion

#### Poland: Post-Accession Rural Support Program

Social integration efforts at the municipality level activated through:

- coalition of public and civil society agencies acting in concert to improve social service delivery and access
- enhancing the capacity of local governments to develop,
   cost, execute, and monitor social inclusion programs
- provision of grant financing for the delivery of priority services identified in local social inclusion strategies
- investment in direct capacity strengthening of local agents in resource management, strategic planning, and program delivery.

#### PARSP conceptual design

WB, Gov MoLSP, WB Support & **Policy Direction** Guidelines for knowledge investment projects **Funds** Capacity building Technical assistance Facilitating environment Signals Change **MoLSP** Incentives **WB** Constraints agents Political coverage M&E **Gmina leaders, local government,** 

service providers, civil society,

#### PARSP results

- Social inclusion strategies based on broad consultation platform with local service providers and local governments in 500 gminas.
- 10,623 contracts to provide improved educational, integration activities, culture and arts, legal assistance, anti-poverty programs, housing policy assistance, social housing construction, psychological and domestic violence counseling and crisis intervention, transportation support, health care and addiction information and support with employment.
- □ 580,000 direct; 1,260,000 indirect beneficiaries.
- 88 conferences held for local governments and service providers on best practice service innovations.
- Rural gmina capacity to absorb similar social inclusion-focused programs available under the 2007–2013 National Development Plan and to access EU Cohesion Funds significantly enhanced - growing number of gminas receiving external funds

#### Impacts of Bank-financed CDD programs

- Positive economic welfare outcomes
- Significant improvements in a range of schooling and health outcomes
- Geographic targeting generally pro-poor
- Participation improves civil works quality,
   maintenance and sustainability
- Mixed evidence on impacts on social capital