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<u>Strategic Private Sector Partnerships</u> <u>for Urban Poverty Reduction in Metro</u> <u>Manila (STEP UP)</u>

By:

Florian Steinberg, Senior Urban Development Specialist

Urban Development and Water Division, Southeast Asia Department

Asian Development Bank









There is garbage everywhere and no drainage systems

> There are no open spaces for children to play

Houses are bits and pieces of whatever materials are available as shield against elements They are prone to floods, with rickety slabs of wood for pathways

Dwelling units are cramped

Average household income is as low as P5,000/month

> Dwellers have no fixed or stable source of income

Changing the face of urban poor Communities...

STRATEGIC PRIVATE SECTOR PARTNERSHIPS

FOR URBAN POVERTY REDUCTION



S







A post-land acquisition development program that is community-focused and private-sector led.

STEP UP

Designed to pilot the strategic role of the private sector in reducing poverty among 5,823 urban poor households in 23 communities from 8 cities in Metro Manila.



WHERE ARE WE?



OUR APPROACH



To adopt an INTEGRATED approach to urban slum upgrading using the \$3.6 M grant from **ADB-JFPR and matched by \$3.3 M counterpart contributions** from the business sector, community, LGU and civil society.



PROGRAM PARTNERS and STAKEHOLDERS

Business







Community

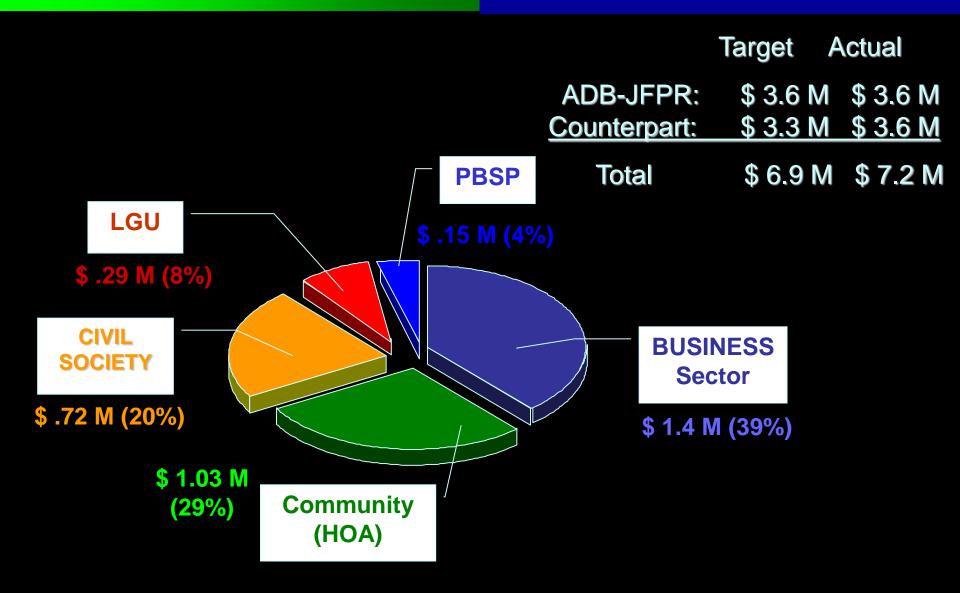


LGU/GOV'T.





COUNTERPART CONTRIBUTION



STEP UP

COUNTERPART CONTRIBUTION

- A. Business Sector
 - Project Funds, Cash/In-Kind Donations, Product Discounts, Technical Assistance, CEO & Employee Time
- B. Community
 - Officers' & Community Members' Time, Cash Contributions, Land/Labor/Sweat Equity, Community Facilities & Projects
- C. Local Government Units
 - Technical Assistance, Supportive Policies & Programs, Project Counterparts (heavy equipment, landfill, etc.)
- D. Civil Society
 - Contributions to Community Projects, Technical Assistance
- E. PBSP
 - Project & Financial Management, Resource Mobilization















PROGRAM COMPONENTS and ACCOMPLISHMENTS

HOUSING IMPROVEMENT

MICRO-ENTERPRISE & UVEUHOOD ASSISTANCE

STRATEGIC PARTAERSHIP BUILDIAG

BASIC SERVICES and COMMUNITY INFRASTRUCTURE

RISK REDUCTION AND MANAGEMENT

Impressive results

- 1. Utility connections to over 850 households
- 2. 1,142 livelihood loans
- 3. 22 multipurpose centers
- 4. Construction/repair of 1,200 houses
- 5. 34 home owners associations empowered through loan administration – excellent performance on loan recovery for housing and livelihood loans
- 6. Formulation of risk reduction and disaster management plans
- 7. Prominent role of female members in HOAs: loan administration and estate management
- 8. Impressive results of matching funds and donations by private corporate responsibility: leverage of about 100% through in-kind assistance through construction materials and labor.





PROGRAM COMPONENTS and ACCOMPLISHMENTS





From

this

Transforming urban poor settlements into livable communities...

Limited income opportunities

w/o access to basic services

informal settlers



Transforming urban poor settlements into livable communities...

Owner of homes made of concrete materials

To

this

With access to water, electricity, & other services

Organized communities managing their own honsing and micro-credit programs



... where the children can aspire for a better life!





- 1. Start where the people are.
- 2. Trust the community.
- 3. Promote community participation.
- 4. Promote the concept of community as an estate.
- 5. Provide economic opportunities.





- 6. Develop a framework for strategic and targeted focus of assistance.
- 7. Develop and strengthen partnerships.
- 8. Provide avenues to promote synergy.
- 9. Identify, develop and support project champions.
- 10. Maximize volunteerism.





- 11. Align corporations' contributions with their main line of business or CSR.
- 12. Find ways to help donors and financiers tailor their programs to the situation of the community.
- 13. Leverage to increase funds and upscale the project.
- 14. Formulate cost-recovery schemes.
- 15. Institutionalize good practices.





The urban poor is a viable sub-sector although they require a package of assistance that is integrated to address their needs (through a combination of loans and grants) and this should be coupled with intensive social preparation.



"There are no poor communities, only disorganized ones."

- old Japanese saying





