Viet Nam Expressway Corporation

Sharing Good Practice and Lessons Learned on Income Restoration Programs for Expressway Projects

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Background – VEC BEFORE 2008

- VEC pays cash compensation for land acquisition and resettlement
- Support for job training and occupational change are provided in cash
- VEC transfers the funds to local authorities for implementation.

VEC - Income Restoration Program

- Noi Bai Lao Cai Expressway
 - No. of Participating AHs 16,852 AHs (IRP Budget USD 1.8million)
- HCMC-Long Thanh Dau Giay Expressway
 - No. of Participating AHs 414 (IRP Budget 0.4 USD___)
- Ben Luc Long Thanh Expressway
 - No. of Participating AHs 873 (IRP Budget USD 1.2)
- Proposed Hanoi Lang Son Expressway

Why income restoration program?

- Remaining productive land could no longer support families.
- There are no available productive land for APs to buy. If there are, they are very expensive due to demand from APs
- Most of the APs are poor, ethnic minorities, and vulnerable households
- It takes time for them to restore or improve their income

Example of IRP Activities

- Training and provision of farm inputs to increase productivity of remaining land
- Training and provision of non-farm inputs to supplement income (small shops, business)
- Vocational trainings, recruitment by factories/ companies

The level of support is based on the severity and vulnerability of AH (USD 350 – USD 3,000 per household)

Challenges

- IRP was something new. Difficult to convince VEC management and local government to support it.
- Lack of experience of VEC staff and local government agencies to design and implement programs
- Delay in the release of funds
- Not enough suppliers (need to go to other province to buy farm animals)
- Some APs went back to their traditional way of raising animals even if they already did the training
- Some APs want cash only
- Other external factors: weather, change in market demand, family/personal reasons

Good practice and lessons learned

During planning:

- Understand the development context of the area during IRP planning including the direction of local development
- Explain main objectives to local authorities on the objectives of the IRP in addition to cash assistance.
- IRP should be participatory
- Assess and train local organizations involved
- Carry out market studies
- Assess availability of service providers / suppliers
- Link with ongoing social development programs in the area

Good practice and lessons learned

During implementation:

- Re-confirm the level of support of each AH
- No training, no inputs
- Timely provision of funds;
- Allocate contingency fund
- Timely handover of inputs (dependent on the season)
- Timely monitoring, follow-up, evaluation
- Allow flexibility to address issues encountered during implementation.
- Close coordination is important