



10th BUSINESS OPPORTUNITIES FAIR 2019



Governance and Public Management — Overview on Opportunities



**Sustainable Development and Climate
Change (SDCC), ADB**
27 March 2019



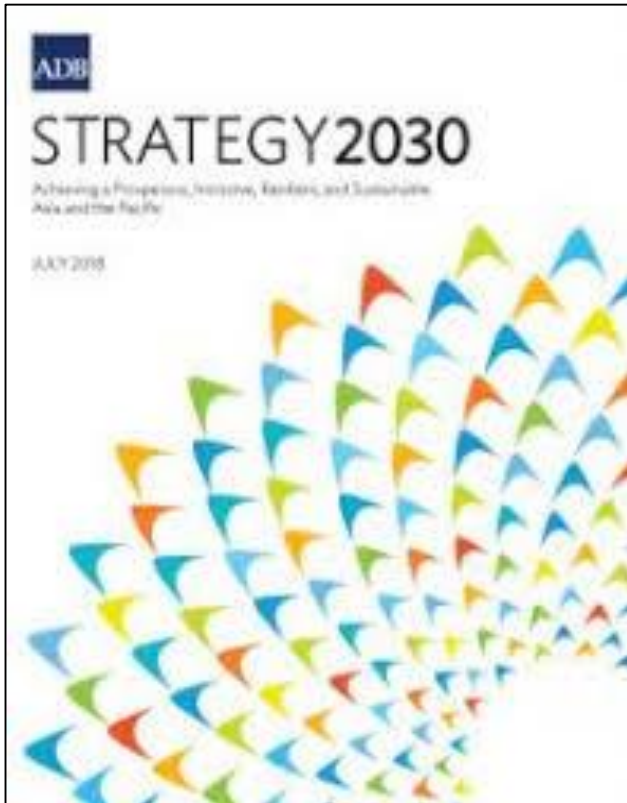
Overview



- ADB Strategy 2030 and Operational Priority 6
- Governance Challenges in the Asia Pacific Region
- Governance Role in Achieving SDGs
- Sector Opportunities for PSM
- Current PSM Operations



ADB Strategy 2030: *Strengthening Governance and Institutional Capacity*



Operational Priority 6:

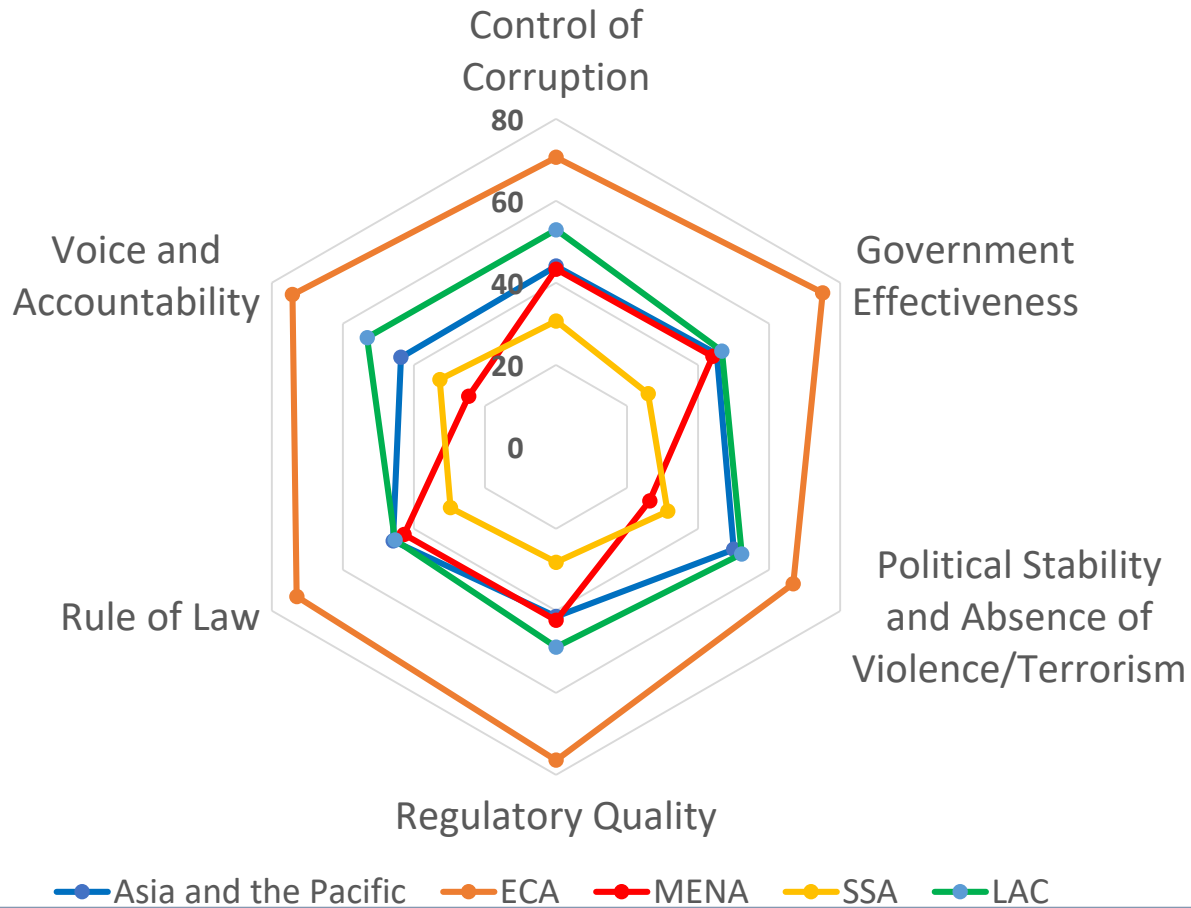
Improved public management and financial stability; and more effective, timely, corruption-free and citizen-centric delivery of public services



Governance Challenges in Asia-Pacific



WGI Performance by region in 2017 (percentile rank)



Source: World Bank, Databank, 2018.



Governance Role in Achieving SDGs



16 PEACE AND JUSTICE
STRONG INSTITUTIONS

17 PARTNERSHIPS
FOR THE GOALS

- Key Targets:**
- 16.3 Promote rule of law and access to justice
 - 16.4 Reduce illicit financial flows, and recover and return stolen assets
 - 16.5 Reduce all forms of corruption and bribery
 - 16.6 Develop effective, accountable and transparent institutions at all levels
 - 16.7 Ensure responsive, inclusive, participatory and representative decision-making
 - 16.10 Ensure public access to information
 - 17.1 Strengthen domestic resource mobilization, including tax and other revenue
 - 17.6 Enhance access to technology and innovation, and knowledge sharing
 - 17.9 Enhance effective and targeted capacity-building in developing countries

ADB's PSM and Institutional Support to DMCs





General Business Opportunities Aligned with S2030/OP6



PSM Focus Areas



**Domestic
resource
mobilization**



**Public
expenditure &
financial
management**



**Reform of state-
owned
enterprises**



**Decentralization
& subnational
governance**

Cross-cutting areas:

- Private sector development
- Public-private partnerships
- Information and communication technology
- Anticorruption

GCD work:

- Diagnostics (e.g. program impact assessments, governance risk assessments)
- Capacity development, incl. organizational development
- Knowledge products

Investment types:

- Policy-based lending
- Results-based lending
- Investment projects
- Technical assistance

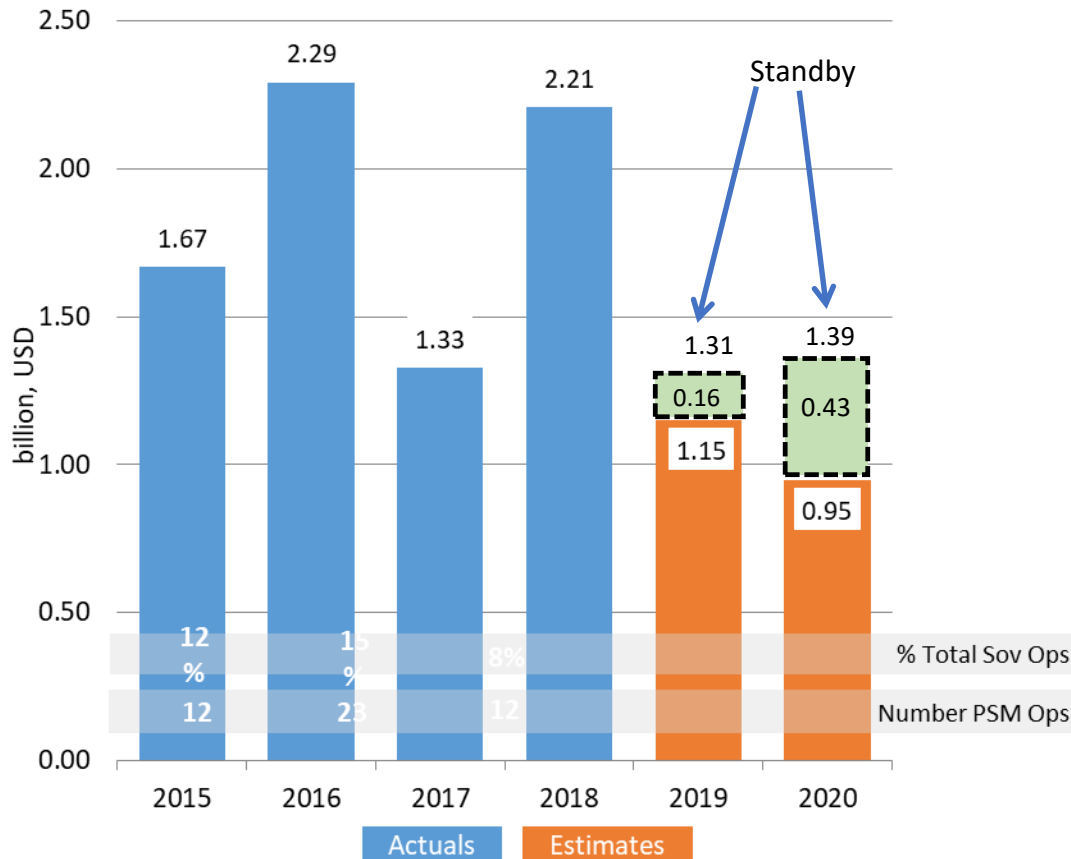
Public Sector Management Operations

PSM Financing by Subsector, 2016-2018

Sub-sector of PSM	Share of total PSM Financing
Public Expenditure & Fiscal Management	60%
Social Protection	12%
SOE Reforms	11%
Public Administration	10%
Economic Affairs Management	6%
Decentralization	0%

PSM by Department, 2016–2018 (%)

Regional Department	Share of total PSM Financing
CWRD	34%
SERD	52%
SARD	5%
EARD	6%
PARD	3%



Progress in delivery of PSM
 2017 Target: \$1.44b
 2017 Actual: \$1.33b
 2018 Target: \$1.83b
 2018 Actual: \$2.21b



Highlighted Projects in PSM

Division	DMC	Project Title	PSM Sector
EARD	MON	Strengthening ICT Systems for Tax Administration	Public expenditure and fiscal management
PARD	PNG	Health Sector Development Program (incl. PFM and decentralization)	Public expenditure and fiscal management
SERD	INO	Fiscal and Public Expenditure Management Program (FPEMP)	Public Financial Management



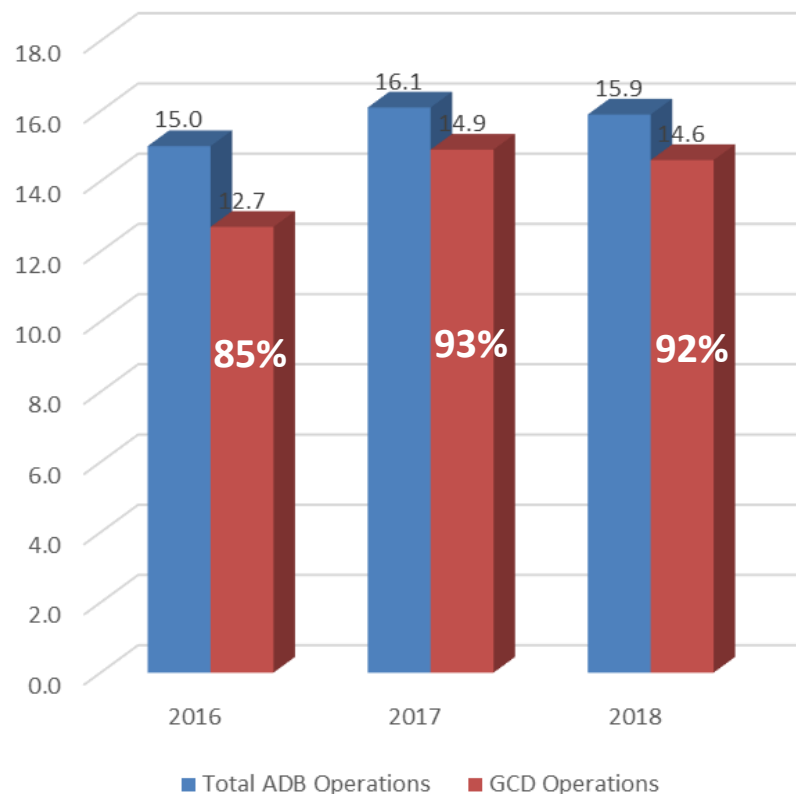
Highlighted Projects in PSM

ADB

Division	DMC	Project Title	PSM Sector/Subject or
CWRD	AZE	Improving Governance and Public Sector Efficiency Program	Public expenditure and fiscal management
SARD	IND	West Bengal Digitization of Government Services Program	e-governance

ADB's sovereign operations overwhelmingly incorporate GCD

GCD in Sovereign Operations, 2016–2018 (in \$ bn)



Source: OSFMD, 2018

GCD in Sector Operations, 2015-2017, and 2016–2018 (%)

Sector	2015-2017	2016-2018
Public Sector Management	100	100
Industry & Trade	100	100
Health	100	100
Water	94	95
Education	92	94
Agriculture	89	89
Finance	87	87
Transport	85	85
Energy	73	82
ICT	62	62

By total number of operations:

2016: 89% (of 155) **2017:** 90% (of 115) **2018:** 89% of 184





SDCC Trust Funds that Support OP6

Trust Fund	Donor Country	Year of Approval	Funding Amount	Targeted Areas
Domestic Resource Mobilization	Japan	2017	\$2.0M	Revenue Mobilization, Anticorruption, Governance and Public Administration
Governance Cooperation Fund	Canada Denmark Ireland Norway	2001	\$7.3M	Anticorruption, Civil Society Participation, Governance and Public Administration



SDCC Trust Funds that Support OP6

ADB

Trust Fund	Donor Country	Year of Approval	Funding Amount	Targeted Areas
E-Asia and Knowledge Partnership Fund (EAKPF)	ROK	2006	\$87.2M	ICT, Transport, Capacity Development, Governance, Private Sector Development
Financial Sector Development Partnership Special Fund	Luxembourg, ADB	2012	\$14.6	Finance



SDCC Trust Funds that Support OP6

Trust Fund	Donor Country	Year of Approval	Funding Amount	Targeted Areas
Canadian Climate Fund for the Private Sector in Asia (CCPSA)	Canada	2013	\$81.5M	Energy, ICT, Transport, Water and other Urban Infrastructure and Services, Agriculture and Natural Resources



SDCC TAs that Support OP6

Title	Country	Approval Date	Funding Amount
Strengthening Institutions for Localizing Agenda 2030 for SDGs	Regional	2017	Fund \$0.5 m. TASF \$1.0 m.
Strengthening Government and Civil Society Cooperation in Open Government Partnership to Improve Public Services	Regional	2016	JFPR \$1.0M



SDCC TAs that Support OP6

ADB

Title	Country	Approval Date	Finding Amount
Strengthening Tax Policy and Administration Capacity to Mobilize Domestic Resources	Regional	2016	JFPR \$1.0 m.
Enhancing Governance and Capacity Development as Driver of Change	Regional	2015	\$3.27m



Thank you!

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