

From the "New" Rural Paradigm to a Global NRP 2.0 ?

Nicola Crosta Chief Technical Adviser United Nations Capital Development Fund nicola.crosta@undp.org

Rome, 5.11.2010

Is the New Rural Paradigm applicable to LDCs?

Can we think of a "New" New Rural Paradigm?

1. WHY the NRP is relevant for LDCs

1. Challenges

- stark territorial disparities (rural-urban + rural-rural)
- divides in access to services / MDGs performance
- migration: challenges in sending and receiving regions

2. Opportunities

- significant unused potential, including in the poorest regions
- opportunities linked to rural econ. diversification
- 3. Threats
 - resources under threat of degradation
 - climate change

MDGs progress: rural lagging behind on key indicators

Figure 1. The global economic crisis has slowed progress, but the world is still on track to meet the poverty reduction target

Proportion of people living on less than \$1.25 a day, 1990 and 2005 (Percentage)



World on track to meet poverty MDG...

... but stark disparities persist...

... and have strong rural dimension

MDGs progress: rural lagging behind on key indicators

Figure 3. Children in rural areas are nearly twice as likely to be underweight as those in urban areas

Ratio between the proportion of under-five children who are underweight in rural areas and urban areas, 1990 and 2008



Figure 4. Only one in three rural women in developing regions receives the recommended care during pregnancy

Proportion of women attended four or more times during pregnancy by area of residence, 2003/2008 (Percentage)



Source: United Nations Department of Economic and Social Affairs (2010): The Millennium Development Goals Report 2010

Ex. Cambodia: challenges are localised, and largely rural

Fast growing LDC, with persistent rural poverty

~	TABLE 1.5 POVERTY BY REGION										
	ZONE	POVERTY HEADCOUNT INDEX			# OF PERSONS IN POVERTY						
		Urban	Rural	Total	Urban	Rural	Total				
	Phnom Penh	1%	9%	5%	12,388	6,037	18,425				
	Plains	14%	33%	32%	47,848	1,556,799	1,604,647				
	Tonle Sap	28%	45%	43%	166,267	1,535,666	1,701,933				
	Coast	20%	30%	27%	34,634	223,111	257,745				
	Plateau / Mountain	36%	56%	52%	48,054	702,573	750,627				
	Cambodia	18%	38%	35%	309,191	4,024,185	4,333,376				

Source: WB Poverty Estimate 2004

Rural poverty a key cause of growing individual disparities...

TABLE 1.3 CMDG TARGET 1: HALVE, BETWEEN 1993 AND 2015, THE
PROPORTION OF PEOPLE WHOSE INCOME IS LESS THAN THE NATIONAL
POVERTY LINE

	BENCHMARK		MOST RECENT		TARGET	PROCRESS
Indicator	Value	Year	Value	Year	2015	PROGRESS
Proportion of people whose income is less than the national poverty line	47%	1993	30.10%	2007	19.50%	61%
Share of the poorest quintile in national consumption	8.50%	1993	6.60%	2007	11%	-76%

Source: Achieving CMDGs: gap analysis

Underused potential is also largely rural



Rural threats = National threats

Example: environmental degradation



Climate change resilience: very much a rural (governance) issue



Source: Climate change vulnerability mapping for Southeast Asia, Anshory and Francisco, 2009

rural = critical to National development of LDCs rural = complex, changing

yes, a New Rural Paradigm is much needed in LDCs

2. NRP, territorial approaches: still largely unknown in LDCs

Recognition of challenges related to rural development, but:

1. No 'explicit' National strategies for rural development.

(numerous – disconnected – policy initiatives by gov't and DPs)

- 2. Rural dev. addressed via:
 - (weak) <u>decentralization</u> reforms
 - <u>infrastructure</u> projects
 - (undifferentiated) <u>agriculture</u> policy

What is hampering a smarter, territorial approach to rural development?

What obstacles are there? The usual suspects

1. Conceptual misconceptions

- \checkmark Rural = agriculture > focus on sectoral policy
- ✓ Rural = decline > focus on poverty alleviation/equalization
- ✓ Growth = urbanization + trickle-down to rural areas > focus on connectivity

2. Technical, institutional barriers

- ✓ Modest knowledge of rural trends, obsolete classifications, poor int'l TA
- ✓ Unclear attribution of responsibility, lack of resources for rural develop.

3. Political obstacles

- ✓ within government (focus on short-term, weak attribution, fear of transparency).
- sectoral bias or lack of understanding by donor community
- ✓ lack of a global 'territorial' network to refer to (only EU, OCDE, LAC...)

The way forward: what options?

3. Towards a "new" New Rural Paradigm: a framework for action

Reinforced policy dialogue btw developed and developing countries to:

- 'codify' knowledge on what works, what doesn't and where, using common methodologies and typologies
- 2. update / refine the New Rural Paradigm (ex. rur-rur, rur-global, climate c.)
- 3. promote <u>both</u> South-South and North-South policy dialogue...
 ...and joint communication /advocacy strategies > 'network of networks':
 Regional (ex. EU, OECD, LAC etc.) and thematic (rural, local, territorial, D&D etc.)

Summing up

- In LDCs, territorial disparities, localized potential and threats...
- ✓ …have a strong rural dimension
- ✓ ...and impact on National growth and social cohesion/stability
- ✓ This calls for deliberate, integrated strategies for rural develop...
- ✓ …backed up by effective multi-level governance

towards a Global NRP 2.0,

supported by a Global, informal territorial Network

thank you !

Nicola Crosta Chief technical Advisor UNCDF/UNDP nicola.crosta@undp.org