

Roadmap for the 11th Five Year Plan (2013-2018)

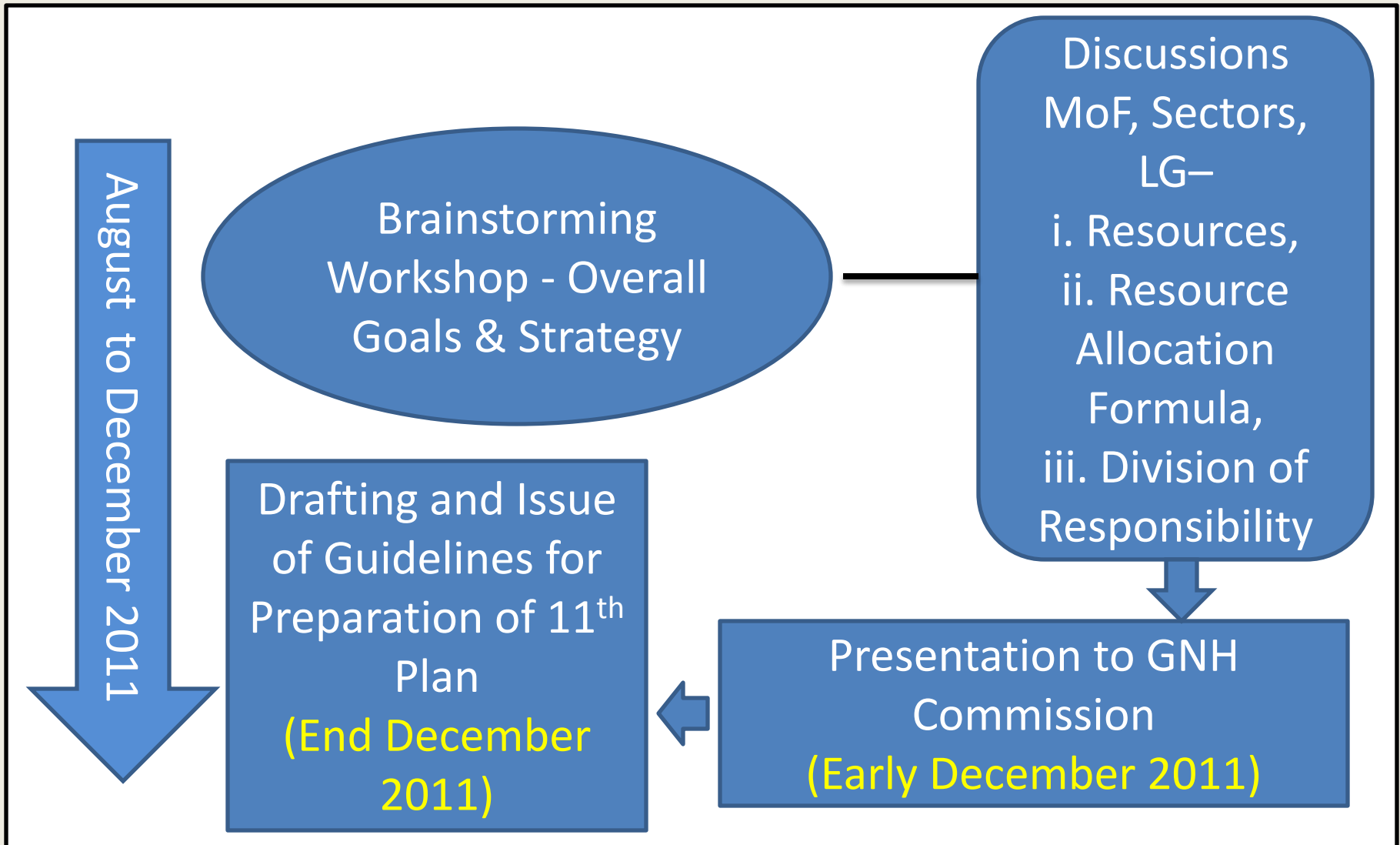


11th Round Table Meeting
1-2 September 2011, Thimphu

Presentation outline

- Process
- Basis for 11th Plan formulation
- Preliminary Priorities
- Indicative 11th Plan Fiscal Framework

PROCESS

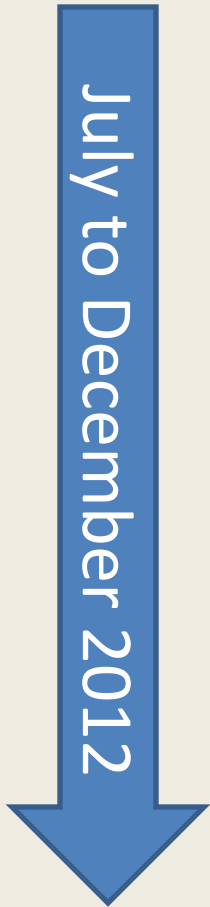


Process

- Drafting of Sectoral/Local (January 2012) Governments Plans
- Bilateral Consultations –
 - Sectors/Local Govts/Stakeholders
- Preliminary draft Plan (End May 2012)

Presentation of Preliminary Draft to GNH Commission
(June 2012)

Process



Revision of Preliminary draft – Sectors/Local Government

Sensitization of preliminary 11th Plan to Development Partners
(September/October 2012)

Finalization of 1st Draft 11th Plan and presentation to Cabinet
(End December 2012)

Process

Jan -June
2013

- Presentation of draft 11th Plan to new government
- Revision & finalization of the Plan.
- Presentation to the Parliament

May 2013

- 12 RTM on 11th Plan

July 2013

- Implementation of 11th Plan

11th Plan Basis

Gross National Happiness

GNH
Index

MDGs

EDP
2010

10th
Plan
MTR

Bhutan
Multi-
Poverty
Ind.
2010

Extensive
Consultations

11th Plan Basis...

□ MDGs

- Good progress and possible early achiever on many targets at national level
- Disparities & gaps exist at local level – Net Primary enrollment ratio 94 % - Gasa 75 %
 - Pilot MDG Localization project initiated – track progress at Dzongkhag and Geog levels.

□ Multi-dimensional Poverty Index

- Poverty – 23.2 percent (PAR 2007) – 25.8 percent (MPI 2010)
- MPI 2010 – access to improved sanitation; cooking fuel and school achievements highest area of deprivation

11th Plan Preliminary Priorities ...

Sustainable and Inclusive

- Poverty Reduction – “targeted poverty intervention”
- Social Development – “reaching the unreached”
- Green and Self-Reliant Economy
- Cross-cutting themes

Poverty Reduction

“Targeted Poverty Intervention Programme”

- Rural Economy Advancement Programme
 - Village level plans
 - 10 villages under implementation
 - Plans for 112 villages developed
- Rehabilitation Programme
 - Land to landless and functionally landless
 - Resettlement of socio-economically disadvantaged communities

Social Development

- Health, Education and HRD
 - Improving access and quality
 - Further improving health/education indicators
 - IMR/MMR, enrollment rates etc
 - Investing in Human Capital – matching skills with jobs, alignment to EDP 2010

Green and Self-Reliant Economy

- Immediate
 - Accelerated Hydro-power Development (10,000 MW 2020)
 - “High Value Low Impact” Tourism
- Longer term - Promotion of high end green services
 - ICT – BPO, DC, R & D, financial services etc
 - Health – wellness destination
 - Education – high end educational hub
 - Agriculture – commercial farming, organic farming, cooperatives
- Spatial Development
 - Development of economic hub and strategic growth centre's
 - Integrated rural-urban development;

Cross-Cutting Theme

- Climate Change and Disaster Risk Management
- Governance
 - Strengthening democratic institution and decentralization
 - Introduction of performance management system (GPMS)
- Gender/Environment Mainstreaming

Indicative 11th Plan Resource Framework (excluding external resources)

	10th Plan <i>(in million USD)</i>	11th Plan <i>(in million USD)</i>	% Change
Resource (Revenue & Grants)	3,159	2,958	(6%)
Domestic Revenue	1,868	2,958	58%
Grants	1,126	-	(100%)
Other receipts	165	-	(100%)
Outlay (Expenditure + Net Lending)	3,232	4,649	44%
Total Expenditure	3,322	4,984	50%
Current expenditure	1,686	2,513	49%
Capital expenditure	1,636	2,471	51%
Net lending (NL)	(90)	(335)	272%
Fiscal Balance	(73)	(1,691)	2216%
% of GDP	(3)	(41)	

MDG costing Nov. 2007- USD
2.5 billion 2006-2015. USD 1.5
billion 2011-2015. USD 1
billion 2013-2015

Source: BPFES, Policy and Planning Division, Ministry of Finance
Exchange rate used : Nu. 45 = USD 1

Recap

- Draft Plan completed by December 2012
- Sensitization to Development Partners – Sept/Oct 2012
- 12th RTM – May 2013
- Priorities shared to be validated through extensive consultations.
- Preliminary fiscal deficit USD 1.6 billion

Thank You!