

Financing for SDG Implementation- Challenges and way forward.

Johirul Islam
Assistant Chief
Economic Relations Division
Ministry of Finance
Government of the People's of Bangladesh

Readiness



Mapping of Ministries-

- Responsibility of Different Ministries
- Lead, Co-lead and Associate Ministries against each target.



Data gap analysis

- A review conducted by Bangladesh Planning
- 70 indicators (full), 108 indicators (Partially) and need to devise new mechanism to obtain data for 63 indicators.



National Monitoring and Evaluation Framework

- developing an online based repository and monitoring system:
<http://sdg.gov.bd>

Readiness



Action plan to Achieve SDG

- Ministries are working towards translating particular target into actionable plan and this will be finalized very soon.



SDGs need assessment and Financing Strategy

- Additional Unsynchronized Cost is US\$ 1162.76 Billion
- Additional Synchronized Cost is US\$ 928.48 Billion.



Assimilation of SDGs targets in Performance Agreement:

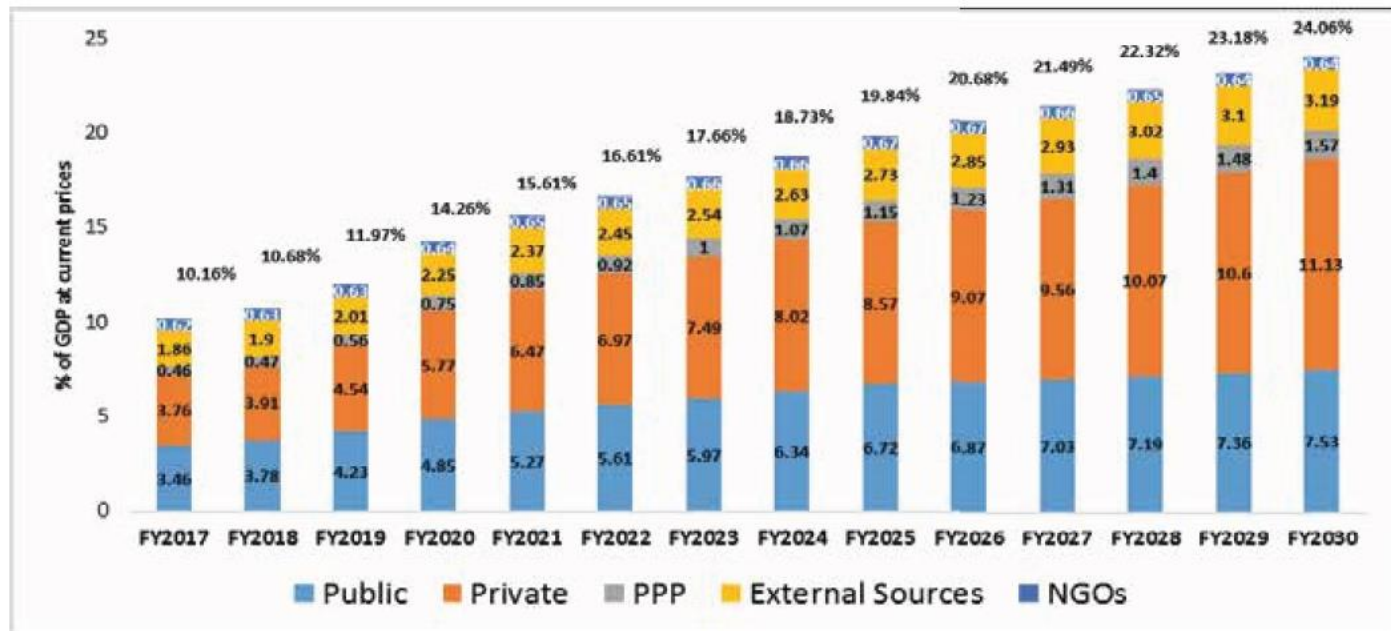
- Annual Performance Agreement (APA), a results-based performance management system across the whole spectrum of public sector

Financing Challenges and action plan

- SDGs are all encompassing **requiring huge resources for implementation**. Traditional sources of funding are insufficient to implement the SDGs. We need to find **innovative ways of financing** from both the public and the private sectors, development partners and ensure effective and efficient ways for utilization

Financing Options

Figure 22: Shares of different sources in financing the total additional synchronized costs of SDGs (FY 2017-FY 2030), as % of projected GDP at 2015-16 constant prices



Source: Annex 20.3

Based on the matrix presented in Figure 20, we can

5.2 Private Sector Financing

Source: SDG Financing Strategy, GoB

Public Sector Financing

- Revenue Enhancement

Restructuring Tax System: focusing mainly digital tax collection, Vat Online, Online IT, etc

- Cutting Expenditure

Deregulation of Energy Prices

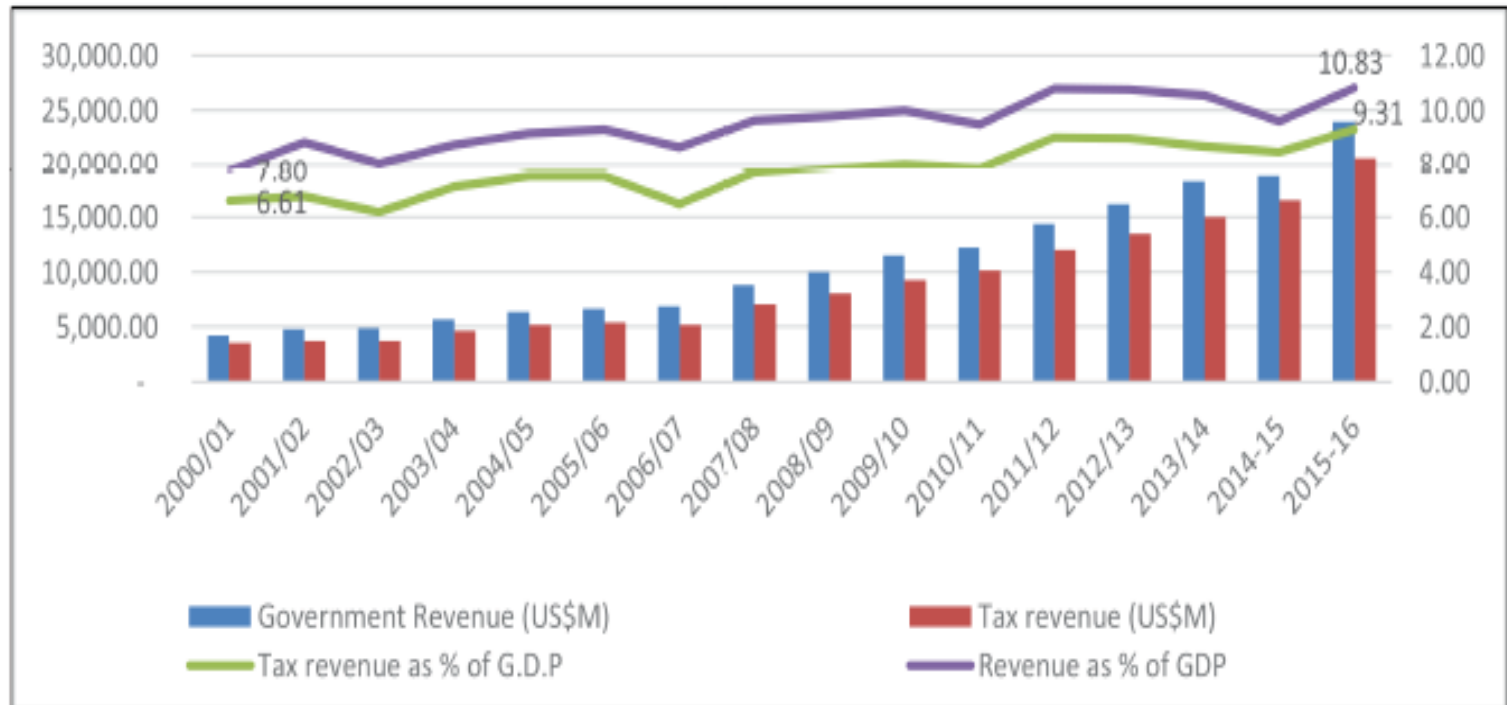
- Borrowing

Bond, External and Domestic debt Financing

- Public Private Partnership
- Foreign Direct Investment

Domestic Resource Mobilization

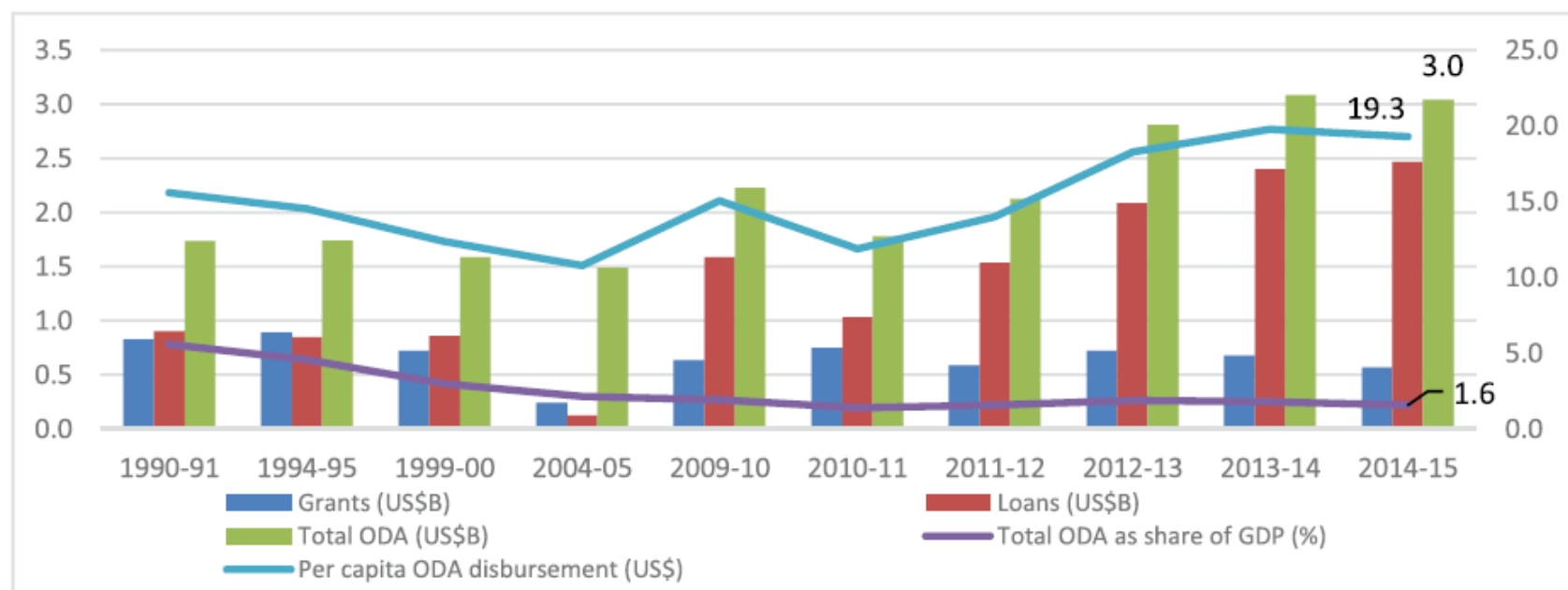
Figure 4.1: Domestic Resource Mobilization since the inception of MDGs



Source: NBR, BBS

Official Development Assistance

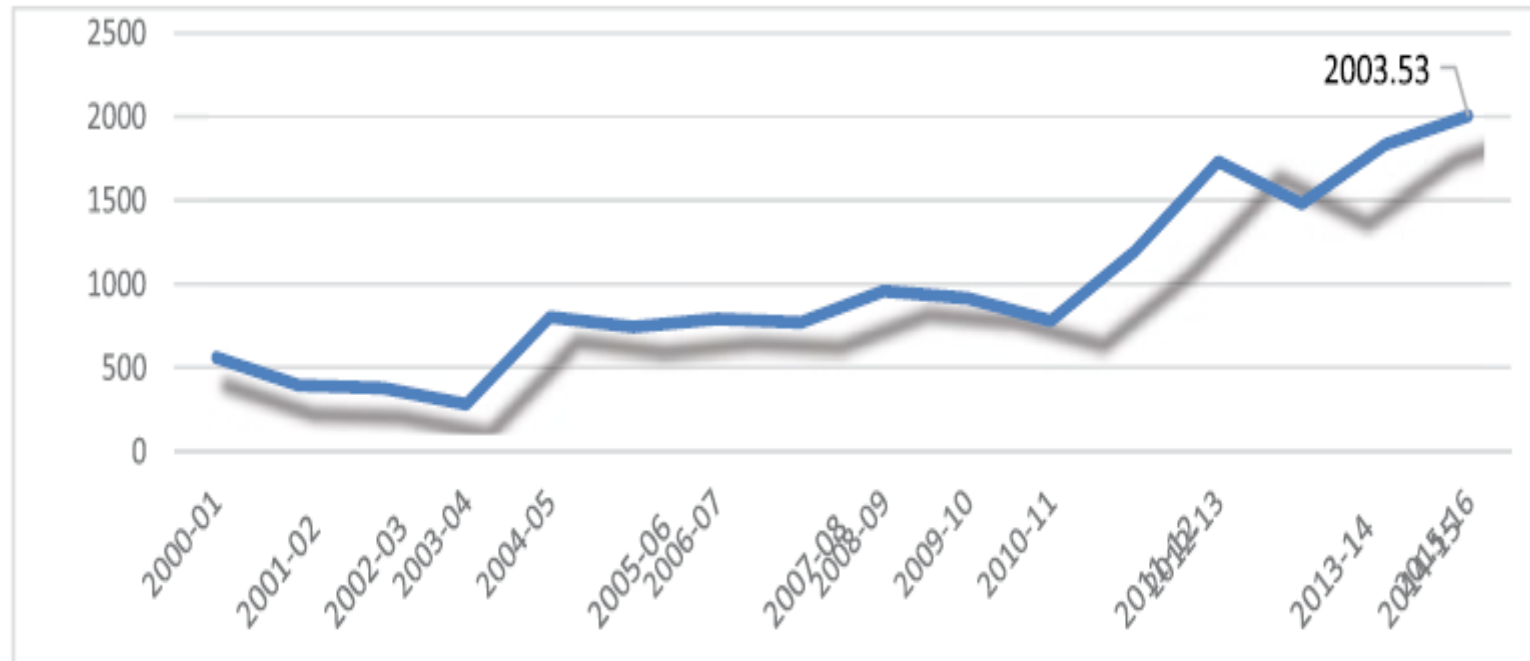
Figure 4.3: ODA received in Bangladesh during FY91-FY15



Source: ERD

FDI

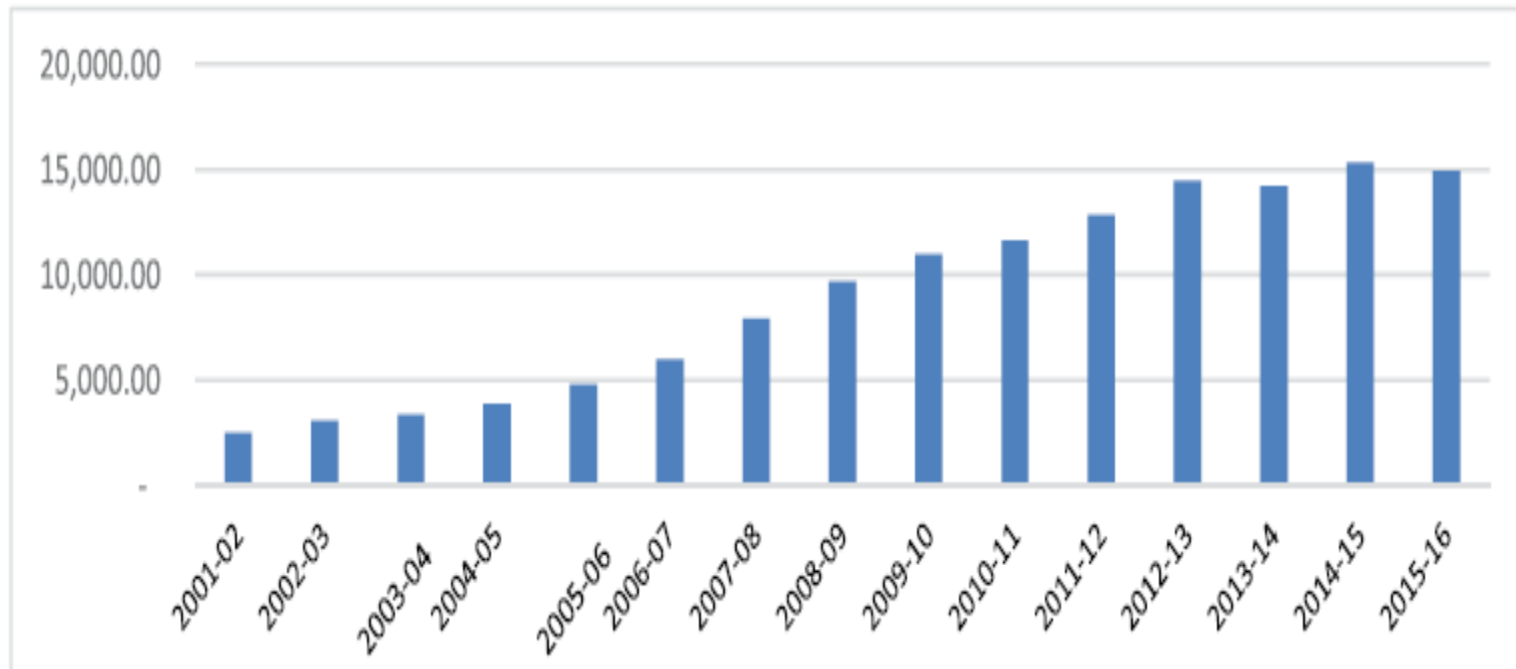
Figure 4.4: Total Foreign Direct Investment (FDI) flows in Bangladesh during FY01-FY16



Source: Bangladesh Bank

Remittance

Figure 4.5: Remittance inflows towards Bangladesh in Million US\$



Source: Bangladesh Bank

NGO's

- Around 2450 NGO's are working in Bangladesh
They can work directly to the grass-root area.

How UNESCAP and other International Organization can help

- Capacity Building (GoB official) Managing Projects, Debt Management etc.
- Negotiator or Guarantor of Financing (Non-Concessional Loan)
- Monitoring Mechanism (Particularly access to data)
- Whole Society Approach (NGO's, CSO's, Businesses, Development Partners, Professional Group, Media)

Thank You

Readiness

- Role models in achieving the MDGs
- **Mapping of Ministries-** Responsibility of Different Ministries; Lead, Co-lead and Associate Ministries against each target.
- **Data gap analysis:** A review conducted by Bangladesh Planning Commission: 70 indicators (full), 108 indicators (Partially) and need to devise new mechanism to obtain data for 63 indicators.
- **National Monitoring and Evaluation Framework:** Bangladesh is working on this issue and developing an online based repository and monitoring system:
<http://sdg.gov.bd>
- **Action plan to Achieve SDG:** Ministries are working towards translating particular target into actionable plan and this will be finalized very soon.
- **SDGs need assessment and Financing Strategy:** The preliminary assessment reveals that we may require around US\$ 928.48 billion worth of additional resources for full implementation of SDGs.
- **Assimilation of SDGs targets in Performance Agreement:** Annual Performance Agreement (APA), a results-based performance management system across the whole spectrum of public sector