

CAREC Development Effectiveness Review (DEfR) Methodology Review

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Introduction

- DEfR review initiated in 2013, with initial findings endorsed by the SOM at the 12th CAREC Ministerial Conference
- Subsequent work has built on the initial review, and proposed a revised structure.
- Two major changes in the DEfR: rationalization of indicators used and introduction of a new layer between impact and output.

Rationalization of indicators: Level 1

Retain	Remove
Trade openness	Population living on less than \$2 a day
Intraregional energy trade	Human development index
Foreign direct investment (% of GDP)	Gender inequality index
Intraregional trade in total CAREC trade	GDP, GDP per capita
	Real GDP growth rate
<i>Logistics Performance Index (change Level)</i>	Labor force participation rate
	Women employed in non-agricultural sector
	Real growth in trade of goods and services
	GDP per unit of energy use
	Time required to start a business
	Cost of business start up

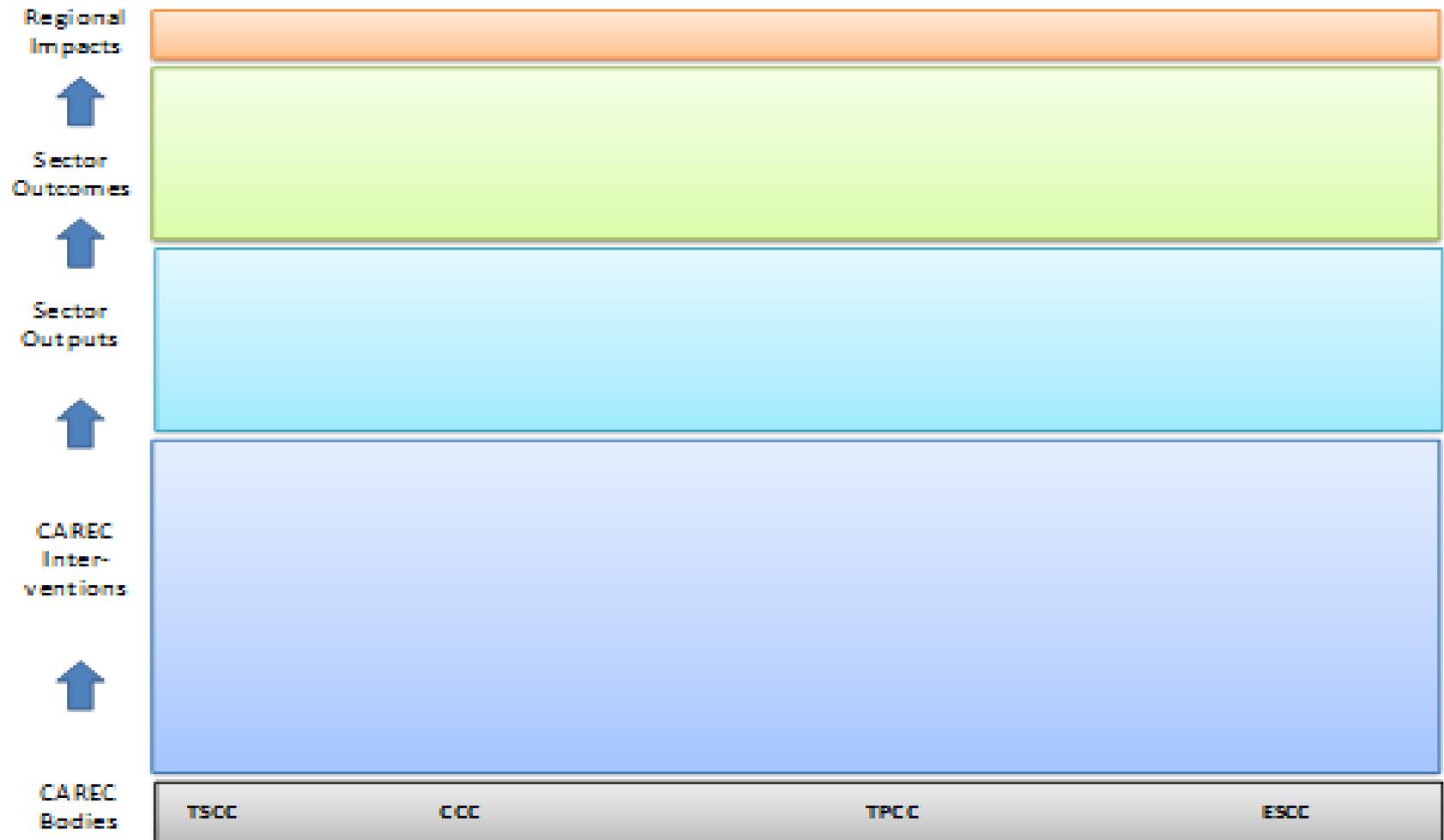
Rationalization of indicators: Level 2

Level 2 indicator
<i>Transport and Trade Facilitation Sector</i>
Expressways or national highways built or improved
Proportion of total CAREC road corridor built or improved
Time taken to clear a border crossing
Costs incurred at a border crossing clearance
Speed to travel 500km on CAREC corridor section
Costs incurred to travel corridor section
<i>Trade Policy Sector</i>
CAREC Trade Liberalization Index
Institutional Quality Index (under review)
<i>Energy Sector</i>
Transmission lines installed or upgraded
Increased energy generation capacity

Rationalization of indicators: Level 3

Retain	Remove
Operations Growth	
Volume of approved investment projects, cumulative	Number of completed investment projects, cumulative
Number of approved investment projects, cumulative	
Finance Mobilization	
Annual average volume of new approved investment projects, 3-year moving average	CAREC technical assistance financing gap (\$'000)
Knowledge Management	
Ratings of CAREC-related technical assistance projects completed	Knowledge production and dissemination
Participants in CAREC-supported training programs	

Proposed new structure: Outcome Introduced



Sector Consultations and other next steps

- Consultations with sectors and partners to obtain: (i) the outcome, output and interventions statements at the sector level; (ii) specific indicators for each – outcome, outputs, interventions; (iii) base year or benchmarks to use for each indicator; and (iv) weights for indicators in case uniform weights are not deemed
- Presented to the CCs in energy and trade
- Transport and Trade Facilitation Strategy 2020 endorsed in 2013 already incorporates results framework.
- Complete list of indicators to be finalized by first meeting of CC in 2015, and used in 2014 DEfR
- 2013 DEfR to proceed on interim basis using rationalized indicators endorsed by the SOM/MC in October 2013, but same 3-level structure as before