



# **WORKSHOP ON DEVELOPMENT FINANCE STATISTICS**

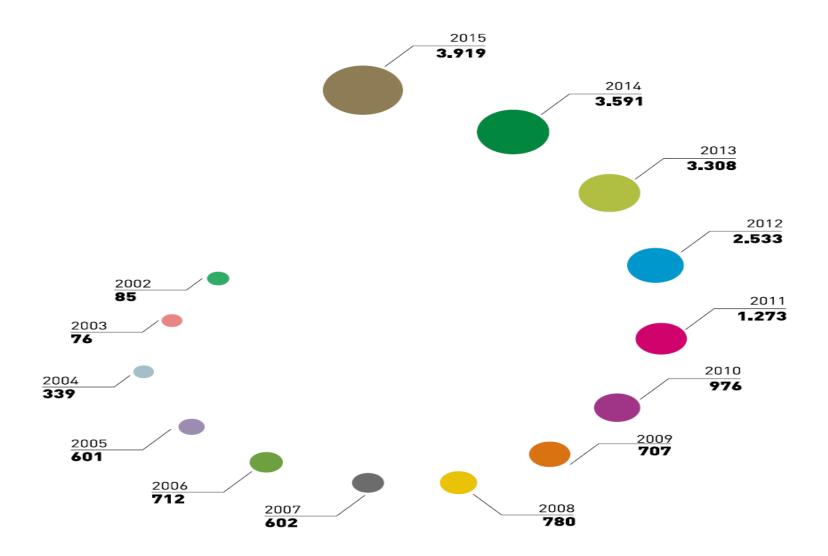
# 12-13 JULY 2017 ANKARA, TURKEY

## TURKEY'S DEVELOPMENT ASSISTANCE EFFORT PRACTICES AND REPORTING

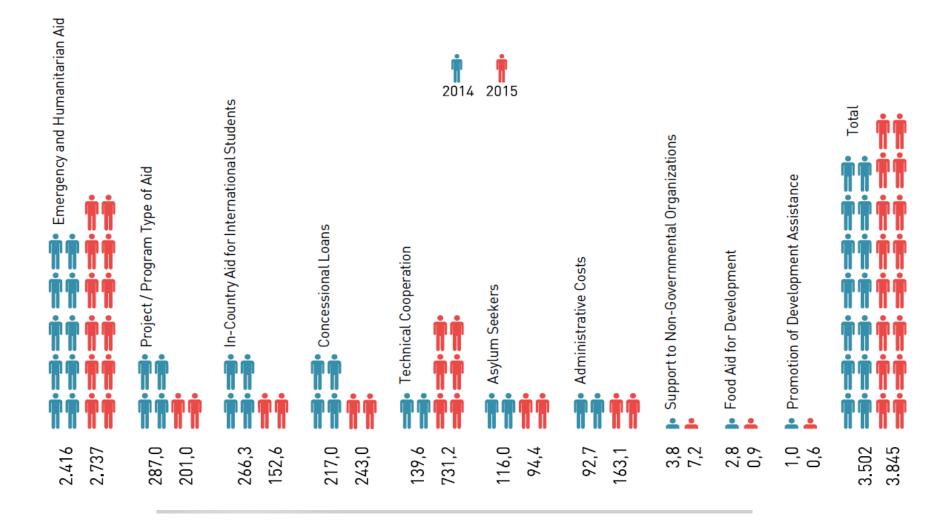
GÖKHAN UMUT TIKA

## Outline

- > ODA of Turkey
- General Framework of Development Assistance of Turkey
- Reporting System
- Conclusion



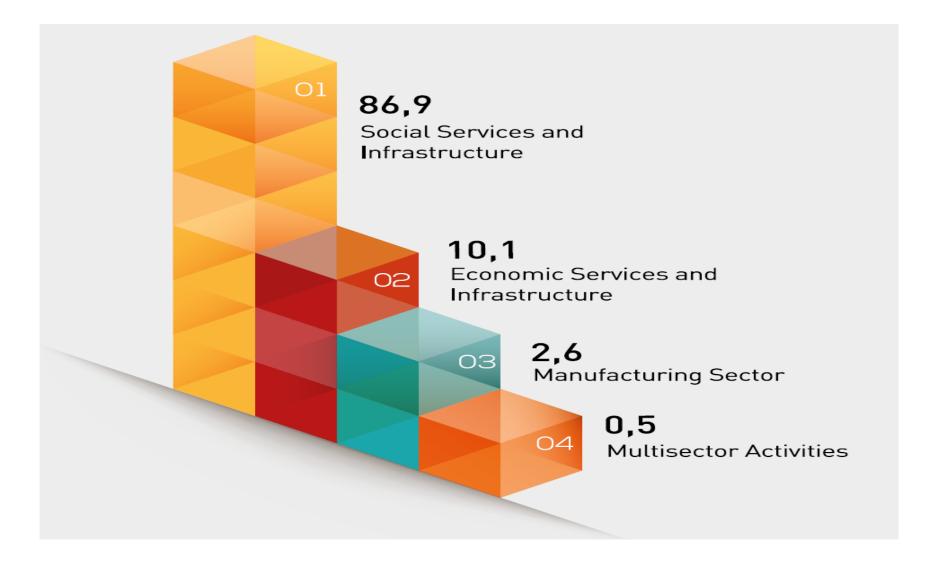
Sources: Turkish Development Assistance Report, 2015



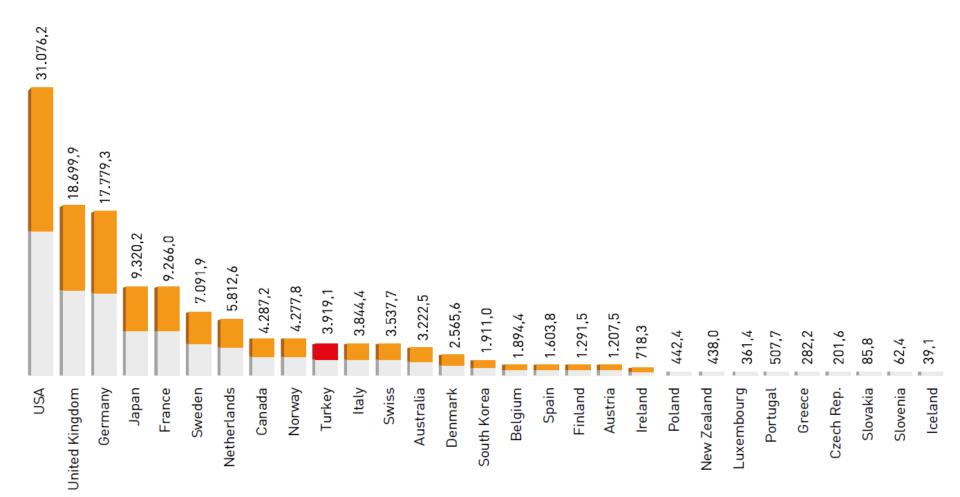
#### Graph 2: Distribution of Official Bilateral Development Aid by Category (2014-2015, Million USD)

Sources: Turkish Development Assistance Report, 2015

Graph 3: Sectoral Ratios of Turkey's Bilateral ODA (2015, %)

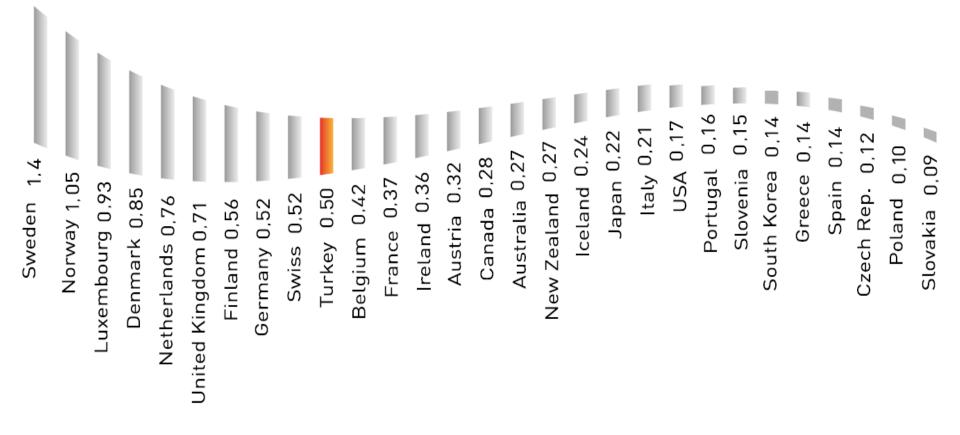


Sources: Turkish Development Assistance Report, 2015



Graph 4: Net ODA Figures of DAC Countries and Turkey (2015, Million USD)

Sources: Turkish Development Assistance Report, 2015



#### Graph 5: Net ODA/GNI Ratios of DAC Countries and Turkey (2015; %)

## **General Framework of Development Assistance of Turkey**

## 1. Aid Modality

- As an instrument to strengthen its cooperation with other countries
- Turkey has not formulated any criteria specifying which country can receive loans and on which terms
- Demand Orientation process/case specific approach/National Development Strategies of Recipients
- aid allocation by countries: no formal aid allocation criteria (Prime Minister's Priorities)
- small projects rather than comprehensive programmes (social infrastructure)
- Preferred cooperation instruments: grants, project and program assistance, technical cooperation, scholarship
- Accepts internationally accepted principles: country ownership, sustainability, and coordination with the donor community, aid effectiveness

### 2. Formal Decision Making Procedures

• More peaceful and more stable environment in its neighbouring regions, Poverty reduction and the Promotion of Sustainable Development

• Budget allocation; The Turkish parliament annually (budget) allocates resources for development cooperation

• The Turkish Prime Ministry, Ministry of Foreign Affairs and TIKA decides but TIKA headquarters, relevant field offices and country desks within TIKA are highly involved in the analyses and suitability

• (Mostly) government delegates decision making to TIKA's President

### 3. Actors

- The Turkish Prime Ministry and Turkish Ministry of Foreign Affairs and TIKA are responsible for decision-making but they do not act in isolation
- Decision making takes place at various levels within the institutions; therefore, need for assessing actors with different positions and responsibilities
- Turkish parliamentarians
  The Turkish Prime Ministry
  Ministry of Foreign Affairs, The partner government (including line ministries and Municipalities, Undersecretary of Treasury)
   TIKA (at both headquarters and in the field)
   Other donor agencies
   The Turkish civil society
   The partner country civil society

## 4. Principals and Agents

- First institutionalization in 1992 with the establishment of the development agency TİKA
- Implementation of Turkey's development policy, the coordination of all Turkish development cooperation measures and the compilation of Turkish ODA statistics and reporting to the DAC.
- Divided into five regional departments, a Strategic Development Department which is responsible for internal audit and reporting, and 56 field offices
- Two other authorities in development cooperation: Presidency for Turks Abroad and Related Communities, and Prime Ministry Disaster and Emergency Management Presidency
- These authorities work separately or together with TIKA depending upon the conditions

#### (... continued)

 critical in terms of aid effectiveness: both minimize <u>the transaction costs</u> and to be sure on aid to deliver to people in need

Principals-Agent Structure of Turkey like that:

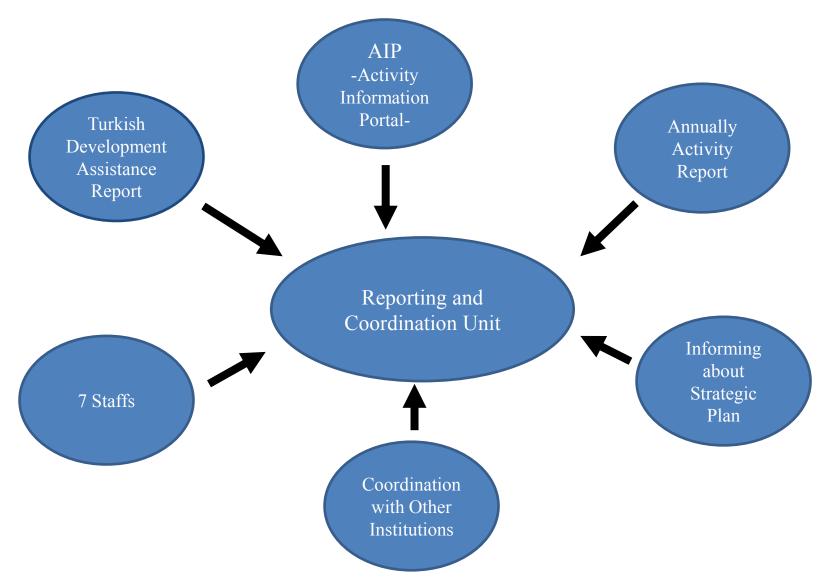
• The Principals: Prime Ministry- MFA-TIKA (principles depending on the projects) Agents: TIKA programme coordination offices, local authorities/NGOs, Turkish NGOs

#### <u>and</u>

If no PCO, the nearest PCO is responsible for implementing the project

- As long as the countries' economic level decreases, the risk of project's failure increases due to principle-agent problem according to our research
- In terms of staff capacities, TIKA uses the other officials in line ministries proper to the projects and local staffs which know the field better (*decreases fiduciary risk*)

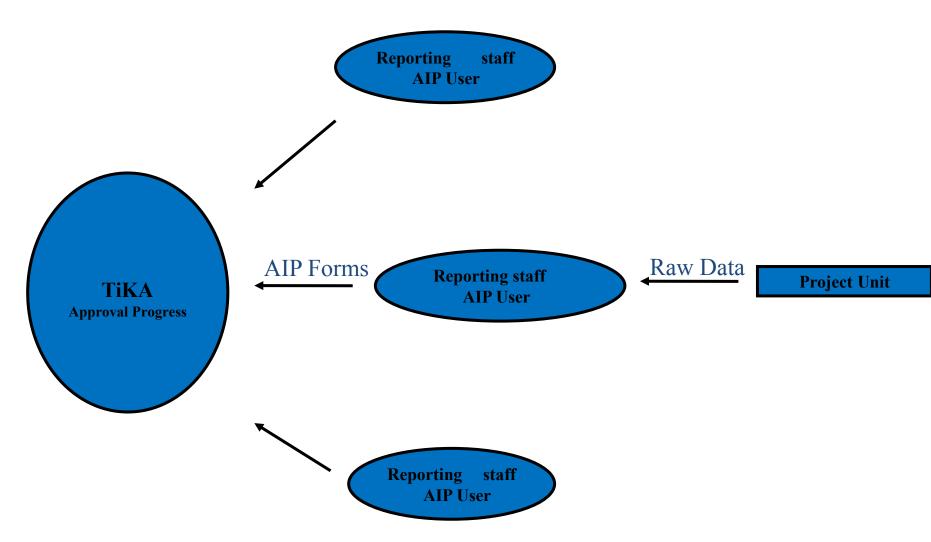
## **Reporting System**



### **History of ODA Reporting in Turkey**

- State Planning Organization (SPO) between 1992-1996
- Turkish Statistical Institute (TurkStat) between 1997-2004
- The duty was given to Turkish International Cooperation and Coordination Agency (TIKA) by a Prime Ministerial Decree in 2005
- Data on NGO Grants were first reported in 2005.
- Data on Foreign Direct Investments were first reported in 2006
- Data on Refugee costs were included to the statistics in 2007
- Advanced version of online database (Activity Information Portal-AIP) was introduced in 2015.
- Today, it is possible to submit entry on daily basis

### How Does the AIP Work?



### How can we be sure on Data-Accuracy?

- 1- We demand development cooperation data in the name of Deputy Prime Minister
- 2- Data should be consistent with those submitted to Court of Account (Consistency)
- 3- Close cooperation with other Institutions (Strong Dataset-accuracy)
- 4- Fully operational online database
- 5- We refer to DAC Statistical Reporting Directives

6- TİKA's role and guidance on statistical reporting regarding the field of development cooperation has been widely accepted by Turkish aid agencies.

## So, How is TIKA's Activity Information Portal (AIP)?

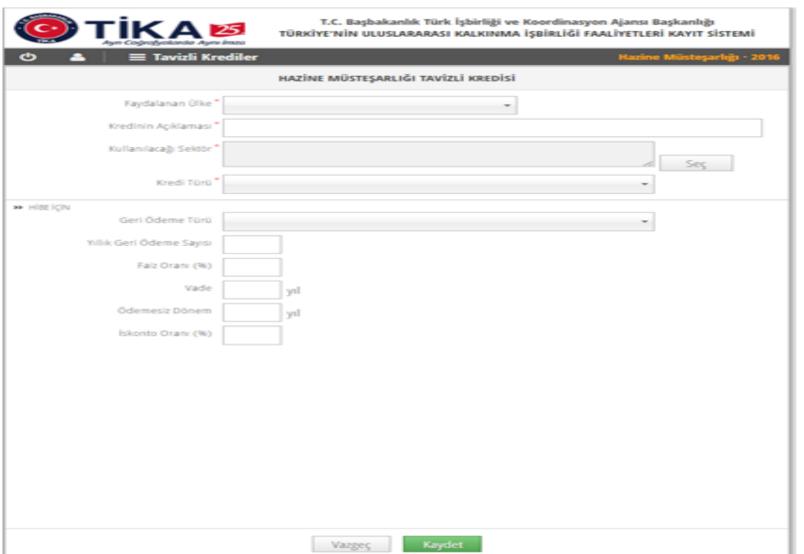
## Registration

TIKA 📧 T		k Türk İşbirliği ve Koordinasyon Ajansı Başkanlığı ARASI KALKINMA İŞBİRLİĞİ FAALİYETLERİ KAYIT SİSTE
ÖZBEKİSTAN KAZ	AKISTANZ DONYAZ	KULLANICI GİRİŞİ
ZSOMATIC BALLAN NA AZERB		E-posta*
SENEGALZYEME KIRGIZISTAN COZEOCZEKISTAN	OSC	Parola 🔲 Kullanio admi hatrla
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VENYA ED	ANA ANA ANA ANA ANA ANA ANA ANA ANA ANA	Yeni kullanıcı talebi için: • Kamu Kurumu/Belediye Kullanıcı Kayıt Formu • Sivil Toplum Kuruluşu Kullanıcı Kayıt Formu
Uygulamayla ilgili d	estek almak için aşağı	daki telefonlardan bize ulaşabilirsiniz:
Emre YÜKSEK Enver RESULOĞULLA Ersin ÇOPUR Doğukan KANAK	0 312 939 70 33 RI 0 312 939 70 40 0 312 939 70 25 0 312 939 70 39	Şerife ÖZTÜRK      0 312 939 70 46        Haluk YILDIZ      0 312 939 70 52        Ayşe DİLSİZOĞLU      0 312 939 70 47
	Her hakk mahfuzdur (	D TIKA 2017

## **Project Information**

	T.C. Başbakanlık Türk İşbirliği ve Koordinasyon Ajansı Başkanlığı TÜRKİYE'NİN ULUSLARARASI KALKINMA İŞBİRLİĞİ FAALİYETLERİ KAYIT SİSTEMİ		
ථ 📤 🛛 🚍 Faaliyetle	r Adana Büyükşehir Belediyesi - 2016		
YENİ PROJE/FAALİYET KAYDI			
Yala	2016		
Proje/Faaliyetin Adı			
Proje/Faaliyetin Açıklaması			
	Faaliyetin amacını ve kapsamını birkaç cümle ile kısaca yazınız.		
Faydalanan Ülkeler "	Faaliyetin sonuçlarından faydalanan ülkeleri seçiniz.		
Gerçekleştirilen Yer			
Faydalanan Topluluklar			
Ortak Çalışılan Kurumlar			
TİKA İşbirliği	Bu proje için TİKA ile ortak çalışıldıysa bu kutucuğu işaretleyiniz.		
Sektör *	seç Seç		
Çıktılar	Faaliyetle ilişkili bir çıktı belirtilmemiş.		
Faaliyet kapsamında ortaya konan sayısal faydayı belirtiniz.			
Ödeme"	USD		
Piyasa Değeri	USD		
	Vazgeç Kaydet		

#### **Concessional Loan**



## Conclusion

- Highly related to Turkish foreign policy
- TIKA is the implementing agency of Turkey in development cooperation
- A wide range of government agencies are involved in the implementation of development projects
- Demand-Driven Process/ case by case basis
- No economic and political conditions/ but not purely altruistic motivation
- In terms of reporting, activity level reporting is on the agenda

Thank you for your attention.