

INDONESIA: CIDA REPORT



THEMATIC FOCUS

CIDA's programming in Indonesia aligns with the country's priorities of decentralization, improving human resources, developing science and technology, better managing natural resources, and strengthening economic competitiveness. For the 2009–2014 period, CIDA support in Indonesia is focused on:

Sustainable Economic Growth

- Working with national and local partners to strengthen local and regional economic planning and programming
- Promoting improved management of renewable resources to support local and regional economic development to benefit local communities

KEY DEVELOPMENT CHALLENGES

- Significant regional economic disparities
- Natural resource-dependent economy
- Vulnerability to economic crises and natural disasters
- Inequality between women and men
- Environmental issues, natural resource management, and climate change
- Low economic productivity and competitiveness
- Weak democratic institutions

FACTS AT A GLANCE

- Population (2010): **232.5 million¹**
- HDI rank (2010): **108th of 169 countries²**
- Percentage of population living on less than US\$1.25 per day (2007): **29.4%³**
- Gross national income per capita (2008): **US\$1,880⁴**
- Total CIDA development assistance: **C\$36.93 million⁵**

1. United Nations Population Fund

2. Human Development Index (HDI), *Human Development Report 2010*, United Nations Development Programme

3, 4. Country Indicators, World Bank; World Development Indicators Online. 2009

5. Canadian International Development Agency funding: 2009-2010

KEY PROJECTS

Canada–Indonesia Private-Sector Enterprise Development Project

- Support to help small and medium-sized businesses develop and market new products, access loans, and establish business associations aimed at creating jobs

Environmental Governance and Sustainable Livelihoods

- Support to help subnational governments and civil society organizations work together to plan the use of natural resources and promote sustainable economic growth

Restoring Coastal Livelihoods

- Support to local coastal communities in Sulawesi to increase incomes through sustainable management of fisheries and other renewable natural resources

CIDA's work in Indonesia is part of Canada's contribution to the global effort to reach the Millennium Development Goals.



2009-2010 HIGHLIGHTS

Sustainable Economic Growth

- Support decentralization to local levels of government, resulting in harmonized regulations related to administrative and program delivery activities, as well as the dissemination of a model accounting policy to 480 local governments and the implementation of a system to monitor and evaluate local government performance in program and service delivery
- Supported Indonesian tax administrative reforms that increased the number of registered taxpayers from four million to 16 million and established more than 300 decentralized customer service-focused taxpayer offices
- Helped more than 26,500 villagers participate in decisions that have an impact on their income, through the Environmental Governance and Sustainable Livelihoods Project
- Helped to protect a large mangrove forest from being converted into shrimp ponds, resulting in the protection of fish and marine wildlife, two sources of income for local communities



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MOVING FORWARD: ANTICIPATED RESULTS

Between 2009 and 2014, Canada will focus primarily on sustainable economic growth by implementing better resource management practices, and strengthening economic development. Among the anticipated results are:

Sustainable Economic Growth

- Improved capacity of local governments to plan and program for economic development
- Improved natural resource management that is sustainable and generates income for the poor
- 500,000 people will benefit directly. Sulawesi's population of 17 million will also benefit from improved systems and management.

KEY PARTNERS

Canadian: Cowater International, Oxfam Canada, CARE Canada, SNC Lavalin, Hydrosult, Whyte Reynolds International, CUSO

Multilateral: World Bank, Asian Development Bank, UNDP, UNICEF, United Nations Population Fund, Global Fund to Fight AIDS, Tuberculosis and Malaria



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Indonesia

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