

# Strengthening Social Protection Systems "Takaful and Karama"

Presented by H.E. Minister Ghada Waly







MEXICO September 2016

#### FORMS OF SOCIAL PROTECTION IN EGYPT



Health care for poor people



School Feeding



**Ration cards** 



**Conditional Cash Transfer** 



Social Housing



Upgrading poor villages





Insurance & Pensions



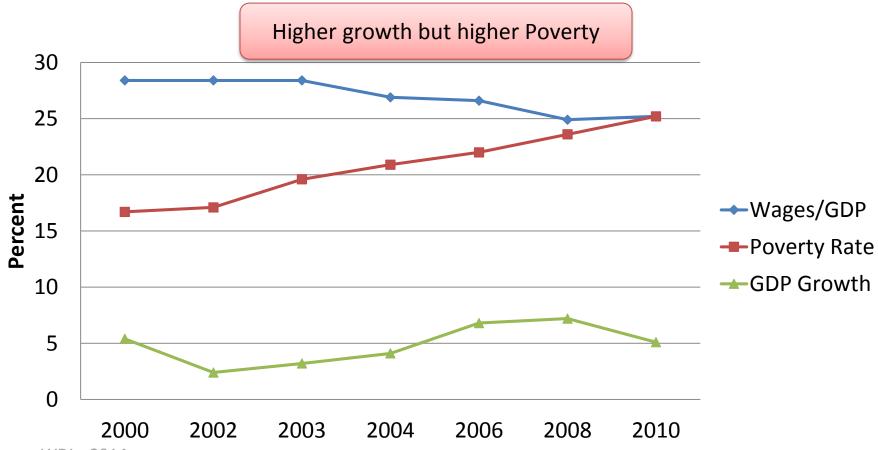
Slum Development Fund



Source: WDIs, 2014

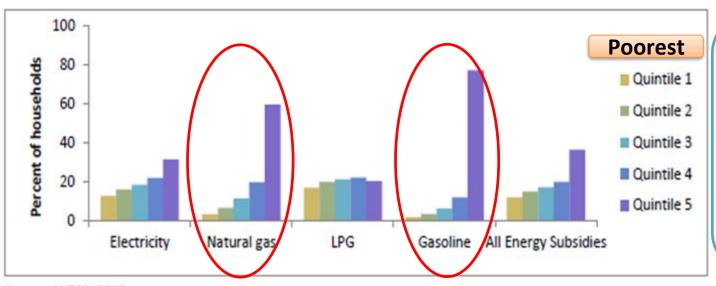
#### (2005-2011) Economic Growth only is not Enough

- Egypt has been following the "Growth first" model of Economic growth.
- This led to 5-7% growth rates without enough social inclusion



Source: WDIs, 2014

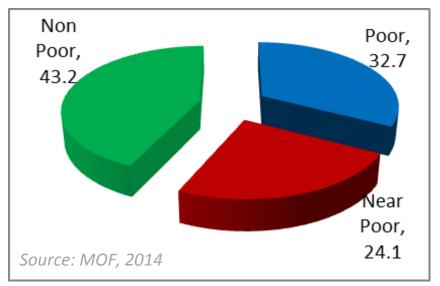
#### Egypt's growth has not been inclusive; Poor Targeting



Fuel subsidies (6% of GDP): were not only higher than health and education public expenditures combined, but also mainly benefiting the rich

Source: HIECS, 2013

The Old Cash Transfer Programs is Poorly Targeted with Less than one third of the beneficiaries being poor





# DEVELOPMENT OF SOCIAL SAFETY NET

The Ministry of Social Solidarity (MOSS) is mandated to reform the Social Safety Net and expand its coverage, with a long-term plan to reach 3 million poor HHs with emphasis on building effective targeting and efficient **systems**.



# HEADING TOWARDS SOCIAL INCLUSION

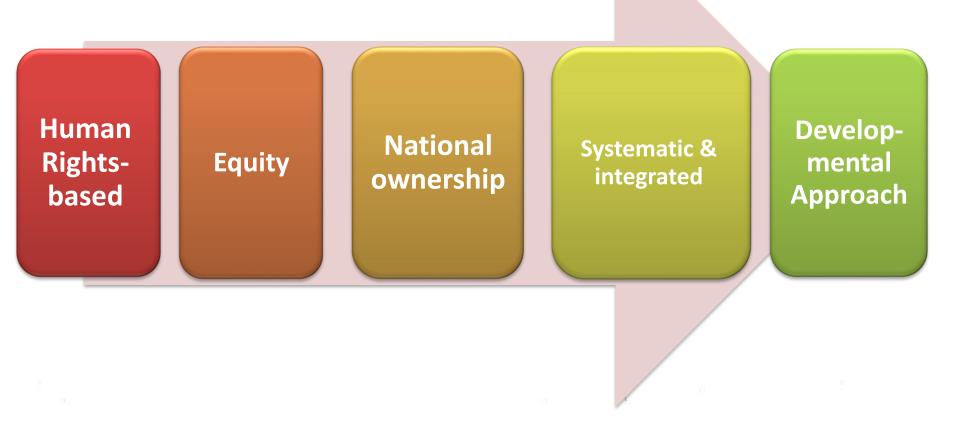
The plan is to set aside nearly 15% of savings from subsidy reforms for social investments including:

- Safety net programs
- Targeted food subsidy
- Free health insurance for the poor
- Improving basic services especially in poor villages
- Other social programs to mitigate economic risks and alleviate poverty.

# ASPECTS OF IMPROVING SOCIAL PROTECTION SYSTEMS IN EGYPT

- 1. Moving to the approach of "Conditionality to invest in children and fulfill their basic rights (health, education, nutrition and protection).
- 2. Automation of the social protection system, to enhance transparency and to eliminate human error and potential corruption.
- 3. Maximize coordination between government services to adopt an integrated approach and to boost collective efforts.
- 4. To expand better outreach efforts and ensure that remote and deprived areas and to people who lack knowledge about their social rights.
- 5. Strengthening verification and grievance mechanisms and improve measures to build trust and accountability.
- 6. To limit the period of unconditional cash transfer to 3 years liable for revision and re-support poor & vulnerable groups and empower "abled" people to seek income-generation opportunities.

## PRINCIPLES OF TAKAFUL AND KARAMA PROGRAMS



## TAKAFUL AND KARAMA ELIGIBILITY

Takaful is a family income support program to *families with children (0-18 years)*, and is aimed to produce human development outcomes, specially nutrition, maternal and child health, and school enrolment and retention.

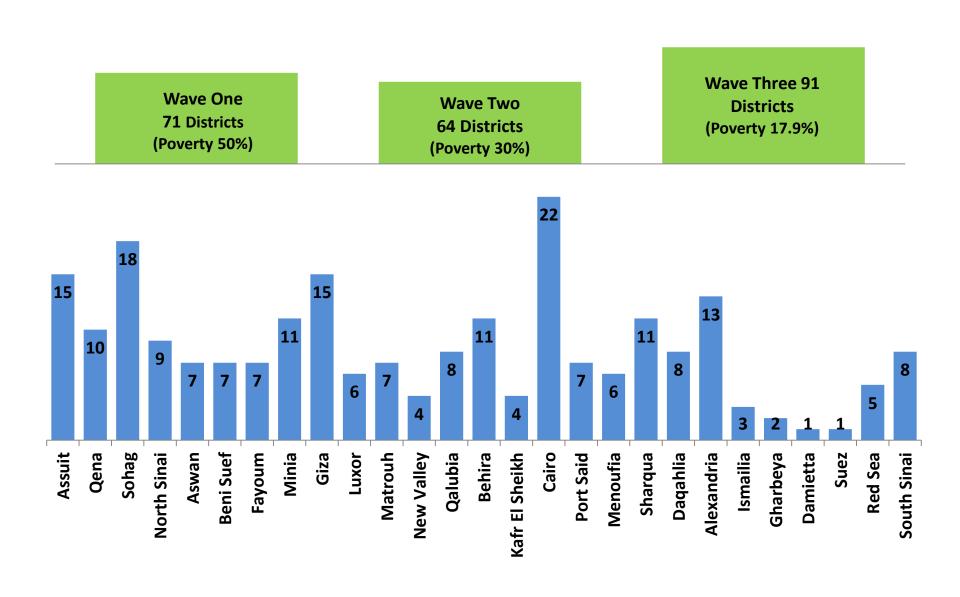
Karama is a social inclusion program to persons, specifically the *elderly 65+ and the disabled* who cannot work, and is aimed to provide social protection and decent life for the most vulnerable persons.

#### **ACHIEVEMENTS OF "T&K" PROGRAM**

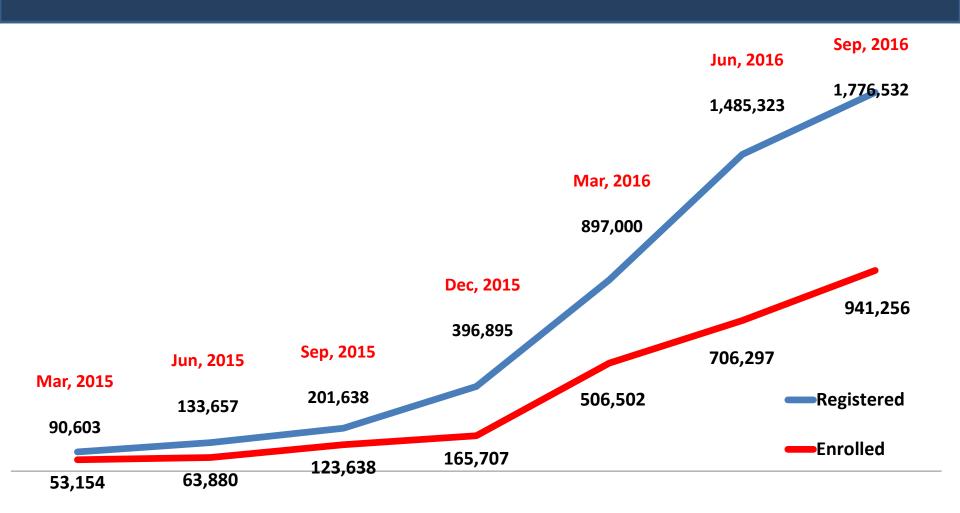


- 1. Completion of targeting tools and of system automation.
- 2. Signed protocols of partnership with ministries of Education, Health, Interior, Planning and Administrative Development.
- 3. 4000 social workers & researchers had their capacities developed to fill questionnaires (1250 from MoSS and 2750 independent researchers).
- 4. Launched the program in 18 Governorates (including 100 districts and 1800 villages), while having 1,776,500 HH enrolled (7,7800,000 individuals) out of which 941,000 HH proved to be eligible (4,480,000 individuals).
- 5. TK budget is funded at 80% from MoF and 20% from WB loan.
- 6. Verification was done and 10% is freezed to verify their ineligibility.
- 7. Developed verification and grievance mechanisms.
- 8. Started developing social accountability committees at the community level to enhance collective responsibility.
- 9. Formed T&K Ambassadors from media people to promote T&K and raise community awareness.

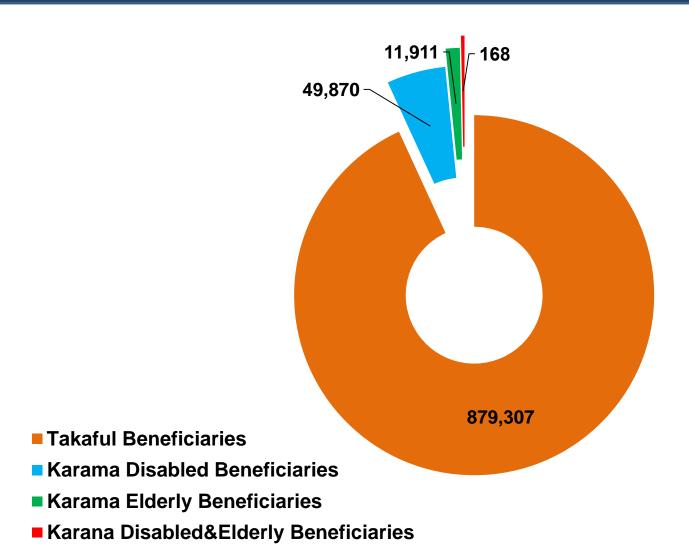
#### TKP's 226 Roll Out Districts in the 27 Governorates



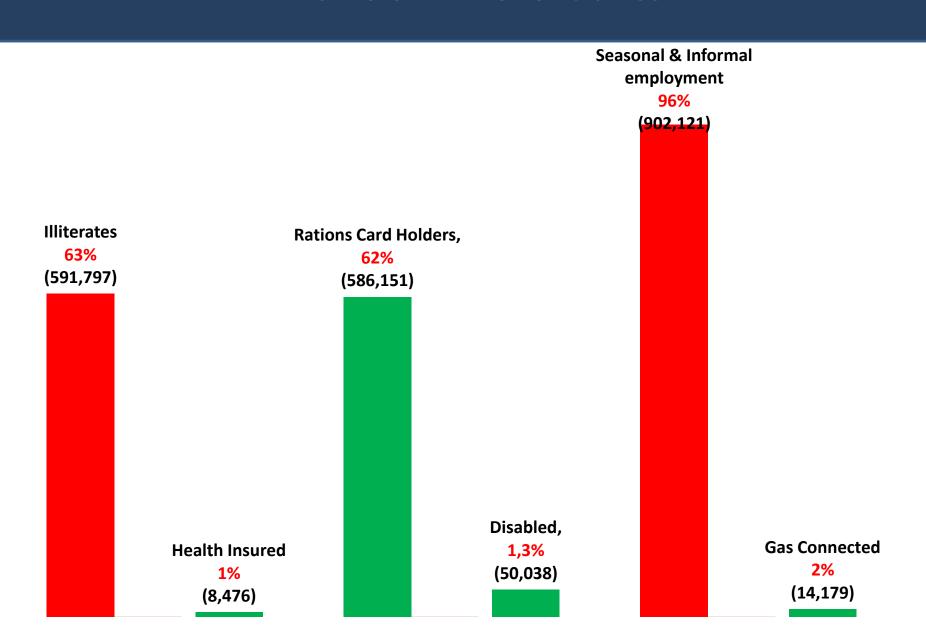
## **Trend Graph of TKP's Enrollment Across Quarters**



#### Distribution of TKP's Enrolled Beneficiaries by Type



#### **Profile of TK Beneficiaries**



# **DRIVING FORCES TOWARDS SUCCESS**

- Presidential and Prime Minister decrees legalizing the program and legitimizing its national identity.
- Budgeting TK as a major national social protection program (MoF).
- 3. Social Justice Committee and its positive role towards government coordination.
- Readiness of non-government entities to positively collaborate (MoH, MoE, MoI, MoF, MoPMAD, MoA).
- 5. Developing Unified National Registry on national basis.
- 6. Focusing on community participation and mobilizing public accountability... thus community as actors not receptors.
- 7. Opening channels for grievances and building trust between state and society.

# Equitable development and Social Justice....

Towards the change for the Egypt we want.