



## TRANSACTION COST: How we can reduce the multiple meetings between GoR and DPs

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### Outline

- ▶ Background
- ▶ Rwanda Aid Coordination Structure
- ▶ Proposals and Way forward.

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## Background

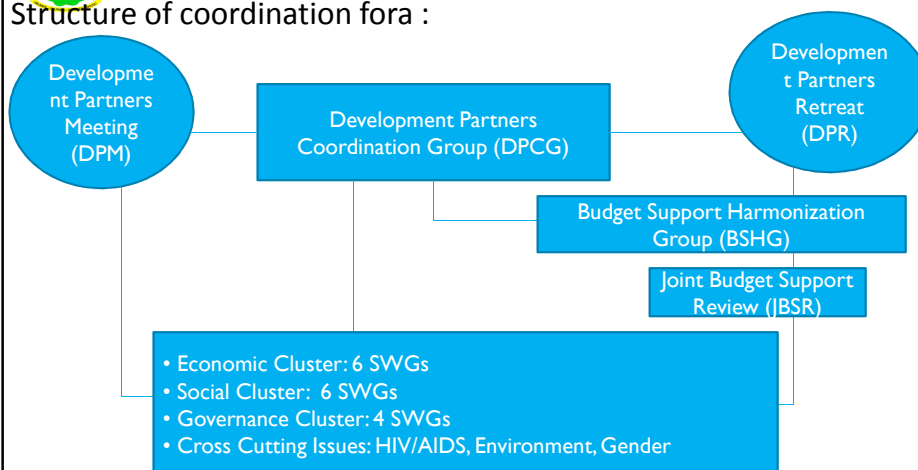
- ▶ Today, multiple meetings bring together GoR and DPs
- ▶ The result of all these meetings is that the GoR doesn't have enough time for implementing the principles of aid effectiveness
- ▶ No enough time for the GoR to monitor the Aid effectiveness Agenda

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## Rwanda Aid Coordination Structure

Structure of coordination fora :



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## Coordination mechanisms-Rationale

Time table of all these Fora :

Meeting	Frequency
1. DPM	Bi-annually
2. DPR	Once a year
3. DPCG	Every two months
4. BSHG	Four times a year
5. JBSR	Two times a year
6. SWGs	-
7. PFM Steering Committee	Once a year
7. CEPEX Reviews	Once a year
9. Joint Sectors Reviews	-
11. Signing Ceremonies	-
12. Country missions	Too many

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## Conclusion

- ▶ Reducing the transaction costs of providing aid to partner countries is one of the fundamental objectives of the Paris Declaration.
- ▶ Clear evidence that the cost of managing aid continues to be high for GoR and donors. Furthermore, on a business-as-usual basis, these costs can be expected to increase significantly in the near future as the volume of aid is scale up and new development actors enter the field.
- ▶ Donors should pursue their efforts to increase aid through PBAs and focus on a more effective division of labour.

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## Way forward

### ▶ Proposed New frequencies of meetings:

Meeting	Frequency
1. DPM	Bi-annually
2. DPR	Once a Year
3. DPCG	Two times a Year
4. BSHG	Two times a Year
5. JBSR	Two times a Year
6. SVGs	As deemed as they want
7. PFM	Once a year
7. CEPEX Reviews	Once a year
8. PFM Steering Committee	Two times a Year
11. Signing ceremonies	<5 Million: Minister's Cabinet for signature ≥5 Million: Media coverage
12. Country missions	PS present to propose the way forward

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## Way forward

- ▶ Donors should work towards increased complementarity and division of labour at the country level
- ▶ Donors should intensify effort to decrease the number of uncoordinated missions and country analytical work
- ▶ Donors should encourage policies that reduce the total number of country missions and joint missions
- ▶ Ad-hoc & parallel meetings, delegation to DGs' (6) - according to the New GoR Structure

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Thank you