

# POINTS TO MAKE

Deputy Prime Minister | Minister of Foreign & European Affairs of the Slovak Republic

## H.E. Miroslav Lajčák

# 3<sup>rd</sup> Financing for Development Conference

## Plenary Session

July 14, 2015 | Tuesday Addis Ababa | Ethiopia

## CHECK AGAINST DELIVERY

<u>Vypracoval</u>: Ernesto Salinas Gómez (ORPO) | <u>Upravil</u>: lb

## Quick Sum-up

- (1) Introduction & where we stand today
- (2) Slovakia and the shared responsibility
- (3) Conclusion and our legacy

# Distinguished Secretary General...President of the General Assembly, President of the Conference...Dear Excellences...Ladies and Gentlemen,

- It is an honour for me to take part in this conference, which shall pave the way to the new post-2015 sustainable development agenda.
- It is also a great pleasure to be once again in Ethiopia. I would like to extend my sincere gratitude to the Government of Ethiopia and its people for their warm welcome and for hosting the Third Conference on Financing for Development.
- Our common goal here...is to provide the proper response to the very noble question of ...how to ensure sustainable development and peaceful livelihood for our current and future generations...
- One of the crucial answers fundamentally rests...of course...in the way how WE...members of the international community...are ready to support its practical and real-life implementation with both financial and non-financial means...
- Especially as we have made significant steps forward since our first meeting in Monterrey...At that time we looked at the Monterrey Consensus as a milestone for global development partnership, where all countries agreed to take joint actions for fulfilment of the Millennium Development Goals...This was later reinforced by the Doha Declaration of 2008.
- Both documents provided a strong basis for deliberations on development financing, which would ensure...poverty reduction, economic growth and environmental sustainability.

### Ladies and Gentlemen.

• Slovakia...as a full-fledged member of the international donor community...fully understands the shared responsibility this entails vis-à-vis our partner countries.

## And allow me to explain in four short remarks why and how "we share & care"...

- First of all...we <u>fully support</u> the UN Secretary General's Synthesis Report on the Post-2015 agenda, which contributed substantially to the discussions on a new financing framework for sustainable development...His report is a universal call to transformative action.
- It is worth mentioning that Slovakia contributed to the work of Committee of Experts on International Cooperation in Tax Matters. Our engagement provided us with a strategic approach that serves today as a base for our current discussions.
- Secondly...as an EU Member State...Slovakia has <u>agreed</u> to the EU collective commitment to achieve the 0.7% ODA/GNI target within the time frame of the post-2015 agenda...Also, being part of the EU common market...we support the grant of quota-free and duty-free market access of products coming from Least Developed Countries... upholding the rationale of international trade as an engine for development...In one sentence...Slovakia aligns itself to the EU common position.

2

- Third...as a small and relatively new donor...Slovakia is <u>aware</u> of the opportunities and challenges a country encounters on its transition from an ODA recipient to become part of the international donor community...thus...
  - (1) we <u>recognize</u> that despite the declining share of the ODA in external finance...it remains a crucial source for sustainable development notably for Least Developed Countries ...we must exploit the catalytic role of ODA in leveraging public and private financing in order to enhance the mobilization of all resources...be it international, domestic, public or private...it is the key feature of the Addis Ababa Action Agenda.
  - (2) we are <u>committed</u> to **Domestic Resource Mobilization**...and we <u>recognize</u> that each country holds **primary responsibility for its own** economic and social **development**... Therefore, domestic resource mobilization is a <u>crucial prerequisite</u> to solving development challenges in national contexts.
    - O Slovakia has valuable knowledge to share in this regard, especially in the area of public finance management and fiscal decentralization...We have accumulated expertise throughout our own economic transition following the downfall of communism...and are happy to share our know-how on a peer-to-peer basis...as we do in the Western Balkans and the Eastern Partnership countries.

- We can <u>offer</u> more recent lessons learned: in fiscal consolidation... We have been pursuing an ambitious agenda to fight tax evasion and tax fraud since 2012...Our efforts have already translated into more effective tax collection, especially VAT.
- Therefore, Slovakia <u>encourages</u> deeper cooperation in tax matters and an inclusive approach that engages the entire development community... We are ready to contribute to the UN Capacity Development Programme in International Tax Cooperation and to an empowered Committee of Experts on International Cooperation in Tax Matters... We also support the new Addis Tax Initiative.
- (3) we shall **not forget to** <u>develop</u> also **new**, <u>innovative</u> ways of financing and to <u>support</u> them via a **multi-stakeholder** approach... Slovakia <u>supports</u> **public-private partnerships** for development and more extended use of **blended finance**, which is a mix of grant and loan instruments... We also believe that a **stronger bridge** must be built between the **development** and **innovation** communities, also through co-financing mechanisms.
- (4) however, we must <u>keep in mind</u>...that the implementation of the new development agenda does not depend only on financial means, but also non-financial ones... Democracy, rule of law, good governance, effective institutions, security and vibrant civil society are some of the key enablers of development...In their turn, they allow for the attraction of more development finance, mainly from the private sector.

4

- Last but not least...the new development financing agenda will be successfully implemented if...and only if...there is a solid, transparent and overarching monitoring, accountability and review framework...It is also critical to include this framework as an integral part of the monitoring framework of the post-2015 sustainable development agenda.
- All participants need to share the burden proportionately...and take responsibility for committing themselves to sustainable goals...Shared responsibility and mutual accountability are not an option...but a must.
- In light of all the efforts and steps achieved so far...this conference has to provide us with a balanced and transformative Addis Ababa Action Agenda that will constitute the means of implementation of universal Sustainable Development Goals.

### Ladies and gentlemen,

- In the long history of international community, there have been **plenty of historical moments**...But **2015** is **not just** *historical*...it should be seen *revolutionary*...the more so as we are currently living **irreversible changes** in our **environment** and **facing** many other **global challenges**.
- We <u>have to</u> prepare the way for the decisive Post-2015 Summit, but also work for a successful COP 21 in Paris... We <u>MUST</u> deliver now...it is our duty vis-à-vis our people...a responsibility towards our environment...a legacy for world's citizens of tomorrow regardless of whether they are rich and poor... The new goals ARE finally universal...

Thank you for your attention!

6