Development Cooperation Forum

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Local and Regional Governments' Key Messages

Delivered by the World Organization of United Cities and Local Governments (UCLG)

The Local Dimension of MDGs

> The challenges of development are ultimately local, and they cannot be solved without the knowledge, expertise, and empowerment of legitimate and accountable actors on the ground: local and regional authorities. Given their responsibility to ensure equitable delivery of essential services, including in many cases social services around health, welfare, and housing, combined with their ability to replicate successes for community-wide benefit, local governments must be recognized as valued partners by the development community.

Governance as accelerator

The Accra Agenda for Action (AAA) recognizes the importance of democracy, improvement of governance. We strongly disagree with the report of the Secretary General to the UN DCF¹ in this point. A sound governance structure which is responsible, accountable and inclusive is the only sustainable vehicle for development. The gender equality policy has been a great lesson to this end: The quota systems and other advancement mechanisms have only led to true empowerment of women within democratic societies. Social progress and sustainable environmental policies are prime engines of development where local and regional authorities have a key role to play.

The Tools

- > The strength of decentralized cooperation is that it is flexible and it is framed in long term partnerships that take very much into account the demand of the recipient.
- > South-South and triangular cooperation have proven more effective when involving all actors and levels of government. Decentralized cooperation is about diversity but not dissemination and is stronger when synergizing with the overall country development strategies.

¹"However, **the rise in aid to governance is of uncertain benefit**: while potentially enhancing transparency and accountability of public financial management in programme countries, its long-term impact needs fuller analysis, especially because it is dominated by large technical assistance programmes." **UN Secretary General** (2010) Report of the Secretary-General to the ECOSOC Development Cooperation Forum, Paragraph 55 – Ref. **E/2010/93**.

On Aid Efficiency

- > We estimate that less than 10% of the aid received by countries is channeled through the local and regional levels weakening the accountability and ownership of the initiatives. Local governments are not only able to engage and consult their local communities with regard to their development needs; they are also immediately answerable to them and far more visible. Development can be a far more democratic and transparent process through their inclusion than through centralized sectoral planning.
- We agree with the Secretary General's Report about the importance of avoiding earmarking and support overall development policies of nations. We propose however that at least 25% of the support provided should be channeled through the sub-national structures to ensure greater efficiency.
- How to improve Alignment and Harmonization from the perspective of the subnational level?
 - Offer a balance of aid delivery mechanisms (e.g. projects, program based approaches, budget support and technical assistance) to support governance and decentralization.
 - Design aid channelled through budgetary support and sector-wide approaches (SWAps) in a manner that recognizes and reinforces the legitimate role of local authorities as credible public institutions and agents of development.

Partnership MDG8

- Members of UCLG are sound partners for the achievement of MDGs. The members of United Cities and Local Governments (UCLG), the united voice of cities, regional authorities and their associations across the world, are leading the way in a variety of development and cooperation initiatives. These include: South-South and triangular cooperation; Capacity building; Participatory initiatives such as City Development Strategies and Urban Strategic Planning; Advocacy activities before international donor and financial institutions.
- ➤ Local and regional authorities have organised themselves at national, regional and international level though associations. These mechanisms should be acknowledged and included in the policy development at different levels. This would contribute to achieving MDG8-promoting partnerships.

Reference Documents:

UCLG Policy Paper on Aid Effectiveness
UCLG Policy Paper on Local Finance for
Development

www.cities-localgovernments.org