Bangladesh's Development Narrative and the Parallel Realities

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1. The Context

1.1 The Narrative

- Bangladesh's journey since 1971 is a remarkable transformation story, evolving from a war-ravaged nation into an **exemplar of economic and social development.**
- The past five decades have witnessed spectacular growth in income, poverty alleviation, global transactions and advancements in human development indicators.
- Bangladesh came out of the Low and Middle-Income Country (LMIC) category in 2015 and aspires to graduate from the Least Developed Country (LDC) status in 2026 and deliver the Sustainable Development Goals (SDGs) by 2030.

1.2 The Realities We Confront

However, this journey bears the imprints of growing socio-economic inequalities and locational and group-specific vulnerabilities, coupled with diminishing citizen voices.

- While poverty declined significantly, income and consumption inequalities are increasing, according to Household Income and Expenditure Survey.
- Absolute poverty dropped from **31.5% in 2010** to **18.7% in 2022**, and extreme poverty decreased **even more rapidly**, from **17.6% in 2010** to **5.6% in 2022**.
- Income inequality (measured by the Gini coefficient) rose by **9%** from 2010 to 2022, increasing **more in urban** areas while remaining **stable in rural**.
- In 2022, the **wealthiest 10% held 41% of income**, leaving only **1.31% for the poorest 10%.** Whereas in 2016 share of top 10% was 38.09% leaving only **1.02% for the poorest 10%**.
- Consumption inequality (measured by the Gini coefficient) also rose by **4%** from 2010 to 2022. Notably, it increased **more in rural areas from 2010-16** but **reversed the trend**, rising **more in urban areas from 2016-22**.
- These disparities are exacerbated by ongoing challenges stemming from the **COVID-19 pandemic and the** war in Ukraine, further marginalising vulnerable populations.

1.2 The Realities We Confront

Income Status Defining Other Performances







According to Bangladesh Demographic and Health Survey 2022:

- 36.4% of women (aged 20-24) marrying before age 16 and 64% of women marrying before age 18 come from the lowest 20% wealth quintile
- **Nearly half (49%)** of women marrying before 16 and the **majority (69%)** marrying before 18 **had no formal education**
- 29.1% of teenagers (aged 15-19) with pregnancies belong to the lowest 20% wealth quantile
- For children under five years, **34.5% of stunted**, **13.1% of wasted**, and **32.4% of underweight** children belonged to the **lowest 20% wealth quintile**

According to National Survey on Children's Education 2021:

- As the reasons for not attending school or Early Childhood Education programmes during the 2021 school year -
 - > 23.6% of respondents cited a decrease in family income
 - > 19.3% cited the inability to afford education expenses
 - > 17.8% cited child marriage
 - > 10.9% cited the need to work for income

1.2 The Realities We Confront



Stagnant Private Investment

 Private investment to GDP ratio has remained stagnant at around 23% for the last decade, well below the average of 30% for LMICs.





Insufficient Allocation in Health & Education

 Public expenditure for education was less than 2% of GDP; and less than 1% of GDP for health, which are among the lowest in the world.



Weak Revenue Collection

- Revenue-GDP ratio in FY22 was 9.8%, based on Fitch's metric, which is onethird of the median seen in countries with the same credit rating.
- Bangladesh has the lowest tax-GDP ratio in South Asia.



Distorted Distribution of Social Safety Net

- Despite increasing allocation to safety nets over time, the intended beneficiaries are not reaping the benefits.
- In FY24, safety net allocations stood at 2.52% of GDP, falling short of the National Social Security Strategy target of 3% of GDP.

1.3 Correcting the Course Ahead



We need a better understanding of development outcomes, particularly regarding their distribution.



To accomplish this, we must attain a nuanced understanding of local realities.



This imperative led us to initiate a series of public consultations at the sub-national level engaging local communities, with a special focus on marginalised groups, along with local media.



These consultations aimed to unveil ground-level insights across four dimensions: **cross-cutting**, **sectoral**, **population-specific**, and **area-specific** issues.



Additionally, our efforts extend to subsequent actions, encompassing advocacy, partnerships, and outreach, as part of our commitment to effectively address the needs and aspirations of local and marginalised communities.

2. The Process

2. The Process (2022)

Identification of issues (areaspecific and LNOB perspectives) and development of conceptual framework leading to the consultations

Gathering additional insights from local LNOB groups to determine grassroot challenges

Validation of the outcomes of sub-national consultations involving **400 participants** from **25 districts**

Desk Research

Sub National Consultations

FGDs

Consultations with Local Media

National Public Hearing

Seven sub-national consultations (Rangpur, Tangail, Khulna, Thakurgaon, Sylhet, Chattogram and Rangamati) with 500 leading and engaged local personalities

Engaging in **district-level consultations with local media** professionals to uncover their perspectives on development

3. Key Messages

- Cross-Cutting
- Sectoral
- Population Specific
- Area Specific

3.1 Key Messages - Cross-cutting Issues

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Components	Current Challenges
Challenges in Decent Job Creation	 Scarcity of suitable job opportunities, impacting youth, women, persons with disabilities, cleaners, and indigenous people. Rampant corruption, nepotism, and bribery in government job selections. Limited access to essential job information for seekers. Obstacles for indigenous people due to reservation system. Unemployment worsened by COVID-19, particularly affecting educated youth and women. Lack of decentralised industrialisation. Export challenges for women entrepreneurs.
Regional Disparities in Infrastructure	 Imbalanced infrastructural development with a strong focus on urban areas. Enhanced connectivity not uniformly benefiting all regions. Positive advancements in IT and transportation infrastructure.
Gender Rights and Violence	 Despite greater female economic participation, gender rights violations are on the rise. Child marriage, worsened by COVID-19, remains a pressing issue. Escalating insecurity and violence against women, including abuse, harassment, and sexual violence. Neglect of women's legal rights and inadequate enforcement.

3.1 Key Messages - Cross-cutting Issues

Components	Current Challenges
Climate-Related Challenges	 Widespread climate adversity, including floods, droughts, and more. Environmental damage from pollution, stone extraction, and deforestation. Lack of government monitoring and prevention measures. Insufficient rehabilitation support for climate vulnerable areas River Dams affecting agriculture
Issues with Public Institutions	 Challenges in information dissemination and biased allocation. Limited access to public services for disadvantaged groups. Inefficiency, coordination failures, and corruption within government agencies. Concerns related to land recovery, financial assistance, and rehabilitation efforts Local government institutions not being responsive to citizen's demand
Cultural Values and Traditions	 Erosion of cultural values, especially concerning indigenous and minority communities. Neglect of art, culture and traditional practices and values. Middle class abandoning cultural activities and social activism
Democratic Accountability and Voice	 Corruption as a major barrier to development and equitable distribution. Power play affecting distribution and utilisation of national resources. Shrinking space for civil society and youth participation. Decline in collective action among sub-indigenous groups

3.2 Key Messages – Sectoral Issues



Health

- Limited access to public health services, shortages in health clinics, and community clinics' ineffectiveness.
- Lack of access due to weak road infrastructure and the need for higher allocation for upazila health centers.



Education

- Concerns over quality education, reliance on coaching centers, and financial constraints leading to dropouts.
- Discrimination in school admissions, inadequate transportation infrastructure, and lack of monitoring mechanisms.
- Malpractices in educational institutions, corruption in stipend distribution, and unequal access to education by leftbehind groups.
- High dropout rates among female students, inequality in teacher salaries, and learning loss due to the digital divide and COVID-19.

3.2 Key Messages – Sectoral Issues



Water and Sanitation

- Uneven access to water and sanitation, scarcity of facilities, and political biases in service distribution.
- Deforestation and stone extraction leading to drinking water shortages.







Transport and Communication

- Fragile road conditions, lack of maintenance, and corruption affecting infrastructure.
- Corruption in fund utilisation for road construction, leading to maintenance issues.

Social Protection

- Gaps in implementing social security programs, corruption, inefficiencies, and inadequate coverage.
- Programs not meeting beneficiaries' needs and demands, resulting in **widening income** inequality.

3.3 Key Messages - Population Specific Issues



Broad Identity Groups

- Women: Limited mobility, gender-based discrimination, labor issues, and inadequate representation.
- **Youth:** Limited job opportunities, youth disengagement, and social issues like drug abuse.
- **Senior Citizens:** Economic security issues and the need for community engagement

Specific Identity Groups

- **Indigenous:** Land conflicts, inadequate government support, lack of political representation, cultural preservation challenges, and self-identity denial.
- **Dalit:** Housing discrimination, limited access to higher education, lack of political representation, and economic challenges.
- Climate Vulnerable: Underdeveloped infrastructure, affecting economic, educational, and healthcare development.
- Persons with Disabilities: Financial constraints, limited access to education, and ineffective policies.
- **Transgender:** Social stigma, economic vulnerabilities, and the need for rehabilitation.

Employment-specific Groups

- **Farmers:** Economic losses, limited access to resources, corruption, and high inflation.
- **Fishermen:** Fishing bans, inadequate food support, and economic challenges.
- Tea Workers: Low wages, limited social mobility, and high inflation.
- **Internal and External Migrants:** Reverse migration, job creation challenges, and workplace safety concerns.

3.4 Key Messages – Area Specific Issues

Rangpur

- Substantial population living below poverty line
- River erosion, flooding and drought
- Insufficient access to sanitation,
 healthcare and cleaning services
- High **youth unemployment**
- Lack of investments including special government projects
- Limited engagement of local organisations in policy implementation
- Disproportionate development in indigenous areas

Khulna

- Widening income disparity
- Declining jute industry
- Persistent waterlogging
- **Salinity** issues
- Absence of heavy industries
- Inadequate access to safe drinking water
- Insufficient housing for Dalits and Harijans
- Increase in violence against women

Tangail

- Lack of **quality education**
- Inadequate sanitation and safe drinking water in Char areas
- · Indigenous land grabbing
- River erosion
- Child malnutrition
- Social insecurity
- Rising **divorce rates**
- Dowry-related issues
- **Urban migration** for income
- Erosion of cultural harmony and peaceful coexistence of different religions

3.4 Key Messages – Area Specific Issues

Thakurgaon

- Lack of proper education and training for employment
- Drug addiction
- Inadequate investment
- Corruption in accessing service
- Student **dropouts**
- Unutilised potential in agriculturebased industries
- Insufficient cold storage facilities
- Lack of industrial factories
- Defunct sugar mills
- Land encroachment issues
- Limited space for sports and recreational activities

Sylhet

- Insufficient communication infrastructure
- Safe drinking water and sanitation scarcity
- Severe **poverty** in slum areas
- Healthcare inadequacies in Haor region
- Rampant unemployment
- High **child marriage** rates
- Encroachment on natural water bodies
- Excessive rain and flooding
- Illegal **stone extraction**
- Unregulated waste disposal
- Harsh conditions for tea workers
- Erosion of **cultural heritage**

3.4 Key Messages – Area Specific Issues

Rangamati

- Non-implementation of peace agreements
- Limited **healthcare** services
- **Job quota** discontinuation for indigenous people
- Land intrusion
- Excessive child marriages
- Lack of quality educational institutions
- Inconsistent electricity supply
- Small ethnic languages at risk
- Severe water scarcity
- Deforestation
- Influence of Specific tribal groups
- Difficulties in accessing government benefits for jhum farmers
- **Security issues** for tribal women
- Worsening hill tribe-Bengali relations
- Insufficient coordinated development efforts

Chattogram

- Excessive waterlogging
- Canal encroachment
- Rising child marriages
- Commercialisation of school admissions
- Expensive education programs
- Coaching industry
- Student smartphone addiction
- Drug abuse
- Inadequate rural healthcare
- Restricted navigation in the **Karnaphuli River**
- Limited opportunities for intellectual discourse and research
- Insufficient disability information
- Social media misuse
- Politically influential figures on school committees

3.5 Three Underlying Causes

Lack of **overall democratic accountability and good governance** leads to the failure of public institutions and protecting the rights of disadvantaged groups and citizens

Lack of availability of resources in prioritised sectors and areas

Poor implementation of policies and projects

Inconsistency between policy formulation and development planning

A democratic transition has emerged as a prerequisite for an inclusive and sustainable economy.

4. Follow-up

4. Follow Up

Identification of 11 Themes

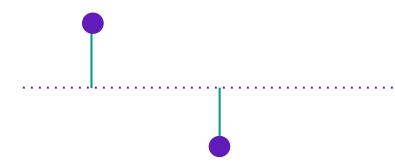
from left-behind perspectives based on the aforesaid public consultations and Setting Up 11 Expert Groups with the leading experts on the issues

Media Briefings

to present the recommendations to the wider audience with the Policy Briefs to be clustered into three groups - Economic, Social and Governance

Lobbying with Political Parties

to present of the recommendations at meetings with major political parties, to inform electoral discourse and as inputs to election manifestos



Preparation of 11 Policy Briefs

to come up with a set of recommendations in each of the identified areas by a dedicated team of experts.

Agenda Setting Document

including a set of concrete recommendations based on 11 Policy Briefs pertaining to the 11 identified themes

Democracy Conference

on recommended actions, with the participation of disadvantaged groups, civil society activists, opinion builders and media, in the presence of high-level policymakers

4. Follow Up

Economic

- Transforming agriculture for an inclusive and diversified economy
- Providing decent
 employment for youth in
 view of domestic and overseas
 market
- Providing public utilities and services in the backdrop of unplanned urbanisation
- Affordable and clean energy for all

Social

- Reducing out-of-pocket
 expenditure to improve the
 quality and affordability of
 national health care system
- Triggers to ensuring quality
 education skills at primary level
- Dealing with the manifestation of localised vulnerabilities of climate change
- Promoting universal social protection system and the need for targeting disadvantaged groups



Governance

- Effective
 implementation of laws
 and judicial process for
 eradicating gender based violence and
 discrimination
- Access and justice for ethnic and religious minorities
- Giving voice to the 'silent' and establishing democratic accountability

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