# THE AFRICAN GOVERNANCE REPORT (AGR): KEY FINDINGS AND THE AGR III

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#### Outline of Presentation

- The Context
- Objectives of AGR
- Products of the AGR
- Unique Methodology
- Major Findings of AGR II
- AGR III-Elections and Diversity Management
- Conclusion

#### Context

- \* UNECA was established in 1958 as an Economic Commission mandated to facilitate socio-economic development of the continent;
- \* The lessons learned in first three decades of ECA's existence revealed that governance matters;
- Tremendous efforts dedicated to the design of economic policies and programmes yielded limited results due to the challenge of governance on the continent;
- \* Economic growth rate in Africa lagged behind those of other regions of the World in the first two decades of Africa's post-colonial period;

- ECA's intervention in governance and democracy was based on this premise;
- \* AGR project commenced in 1999 under the rubrics "Assessing and Monitoring the Progress Towards Good Governance in Africa".
- \* At inception, several consultations were held to determine the nature and direction of the project, its content and methodology;

- After six years of rigorous groundwork, the first AGR was produced in 2005;
- The report was a groundbreaking work in an effort by Africans to assess and monitor the progress African countries are making on good governance.

#### Objectives of the AGR Project

- To monitor and assess the progress African countries are making on democracy and good governance;
- To identify and showcase good practices on governance as a means of promoting new governance norms and practices in Africa;
- To give voice and power to the African people in their perceptions and views on governance in their countries and the continent;

- To improve the capacity of national institutions in conducting governance research and analyses;
- To identify capacity gaps in governance institutions in Africa;
- To make appropriate policy recommendations and interventions at improving governance in Africa

#### Products of the AGR Process

- There are three products from the AGR process:
- The AGR itself;
- The National Country reports;
- The National country profiles

#### Unique Methodology

\* The AGR has a unique methodology which combines three research instruments;

- Expert Panel Survey (100 experts)
- Household Survey (3,000 households)
- Desk Research

#### AGR Methodology

- Uniqueness of the Production Process:
- Involvement of national research institutions in the production of national country reports;
- Independent national research institutions are selected on a competitive basis;
- Stakeholders consultation in the production of national country reports- methodology and validations workshops organised;

#### Status

- AGR is a biennial report to be produced every two years;
- However, due to unforeseen circumstances the production of AGR II was delayed for 2 years;
- \* Two AGRs have been published (2005, and 2009); The 2009 AGR was published by Oxford Press for ECA.

\* AGR I covered 27 African countries, while AGR II covered 35;

- \* 2005 Report (AGR I) has seven chapters;
- 2009 Report (AGR II) covers eight chapters with a new chapter on corruption added to it;

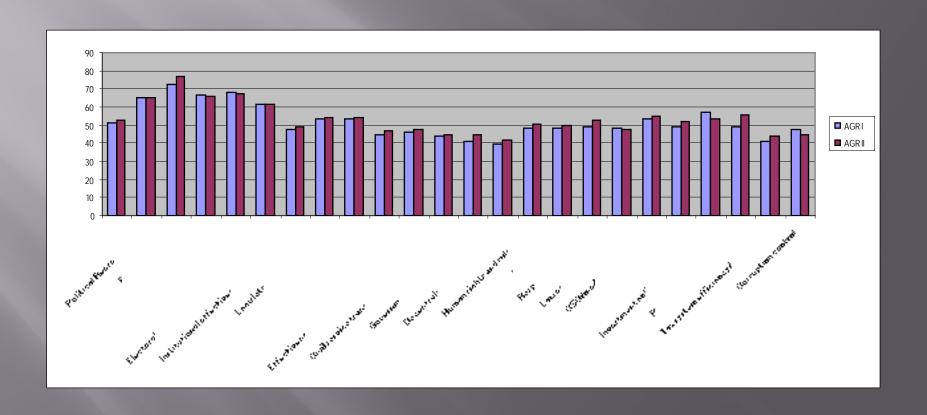
- Eight chapters in the AGR II report, namely;
- > Political governance
- Economic Governance and Public Financial management;
- > Private sector dev. And corporate governance;
- Institutional checks and balances;
- Effectiveness and Accountability of the Executive;
- > Human Rights and the Rule of Law;
- Corruption in Africa;
- Capacity Development

#### Major Findings of AGR II

- Main Message: Margin Progress on governance in Africa, of 2% improvement on the 2005 study (AGR I);
- Progress on political governance is mixed;
- Human rights and the rule slightly improve in Africa of 2% and 3% respectively;
- > African economies are better managed;

- > 'Big man' syndrome gradually recedes in Africa;
- Corruption remains a major challenge in Africa;
- > Capacity deficits continue to plague governance in Africa.

#### Main findings of AGR II

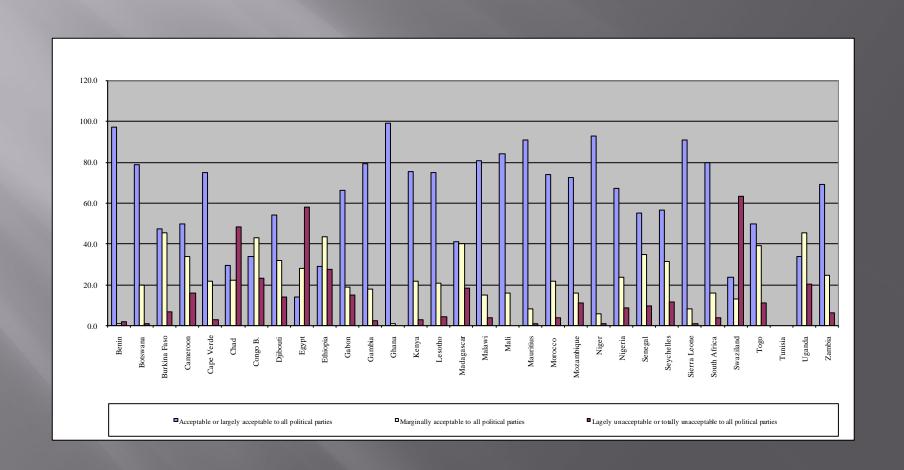


### Main findings of AGR II: Political Governance

- Multiparty system flourishes, but with poor institutionalisation;
- Opposition parties still muzzled in many African countries with unequal access to electoral resources;
- Elections are more regular (54 elections in 2005-2007), but badly flawed in some countries;
- Electoral commissions lack the requisite autonomy and resources in many African countries;

- Respect for constitutionalism remains a major challenge in Africa as constitutions are amended and tenure of regimes elongated against popular wishes;
- Social inclusiveness on the increase as minorities and women are included in governance;
- Democracy is "work in progress" in Africa

# Main findings of AGR II: Expert Opinion on the credibility of the electoral system



# Main findings of AGR II: Economic Governance & Public Financial Management

- Marked improvements in economic performance (from 3.4% in 1998-2002 to over 5.5% in 2006-2007)
- Notable improvements in public financial management
- Better revenue mobilisation to finance economic development agenda;
- Progress in creating macroeconomic environment conducive to private-sector development and investment promotion

#### Challenges;

- Economic growth in Africa has not been broad-based and inclusive;
- In Sub-Saharan Africa, unemployment rates remain high, the number of people living in extreme poverty is on the increase and progress in reducing under-five infant mortality rates is slow;
- > Transparency and accountability in public finance still a challenge

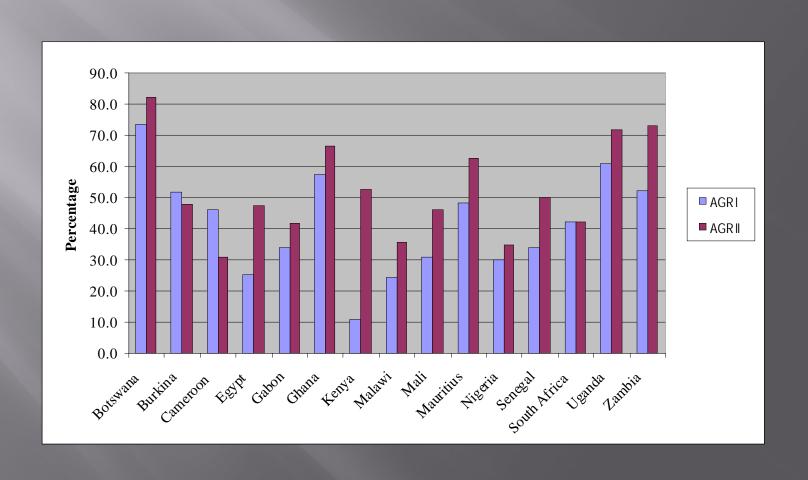
### Main findings of AGR II: Private Sector Development & Corporate Governance

- Significant reduction in administrative burdens on businesses, but the cost of doing business is still high compared with other regions of the world;
- More countries are adopting regulations and institutions to enforce contracts and protect property rights;
- More incentives to attract foreign direct investment (FDI), but less for domestic investments

 Lack of access to finance, land and quality infrastructure impedes private sector development;

 Corporate governance has not advanced much in Africa, except for countries in Southern Africa

### Main findings of AGR II: Expert Opinion on Impact of Tax Incentives on Foreign Investment

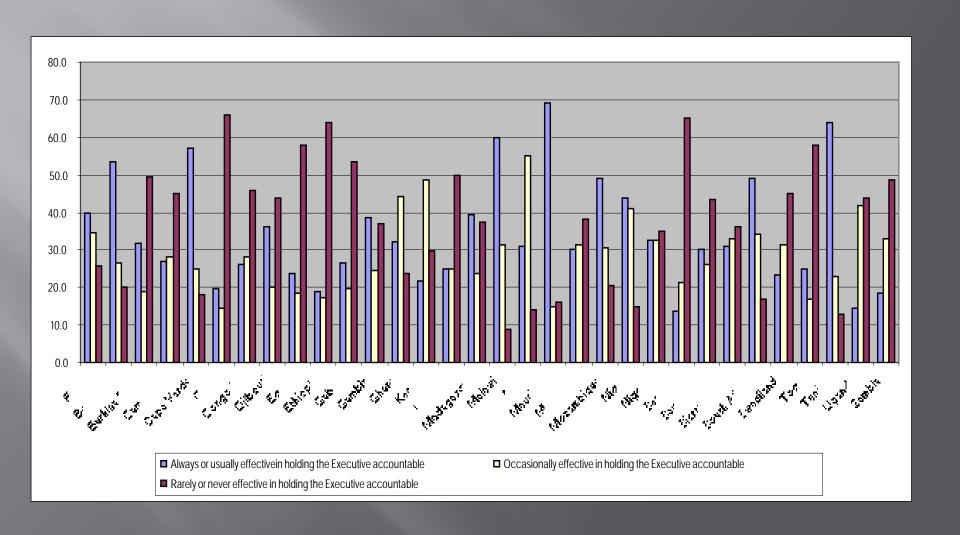


### Main findings of AGR II: Checks and Balances

- Separation of powers gradually takes root in Africa;
- Phenomenon of "Big man" recedes in Africa, although executive dominance still persists;
- Non-state actors (CSOs and the Media) increasingly check the powers of the executive and government in many countries;

- The parliament remains weak in many African countries;
- People's empowerment and vigilance constitute the most effective check on state power

### Main findings of AGR II: Expert Opinion on legislative control of the executive

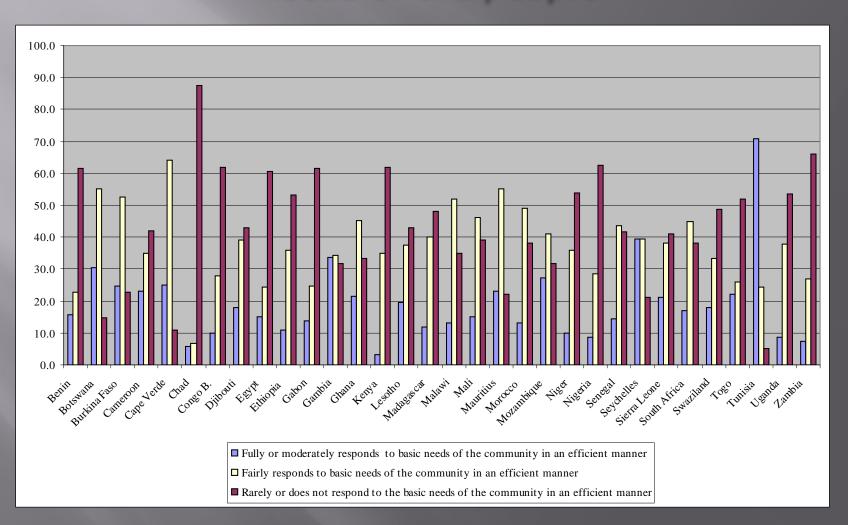


### Main findings of AGR II: Institutional Effectiveness & Accountability of the Executive

- Quality of the executive still low in many African countries;
- Institutional capacity of the public bureaucracy remains weak;
- Decentralisation brings little gains in service delivery at the local level in Africa;

- Access to basic services of quality education, health and water supply remains a major challenge in Sub-Saharan Africa;
- Need to improve the transparency and accountability of the Executive;
- Progress in the fight against HIV/AIDS, but scaled up efforts required

# Main findings of AGR II: Adequateness of government services to the needs of the people

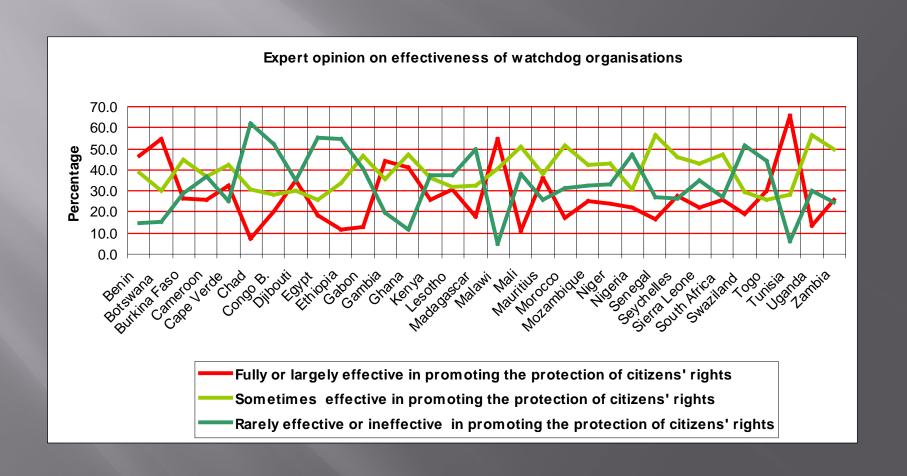


#### Main findings of AGR II: Human Rights & the Rule of Law

- African countries sign up to Human rights treaties and conventions, but implementation and enforcement remain a challenge;
- Poor civil society monitoring and reporting of human rights violations in Africa;
- Rights of the child and women still not adequately protected;

- Greater institutionalisation of human rights machineries needed;
- Need for deepening human rights culture in Africa

### Main findings of AGR II: Expert Opinion on the Effectiveness of Watchdog Organisations



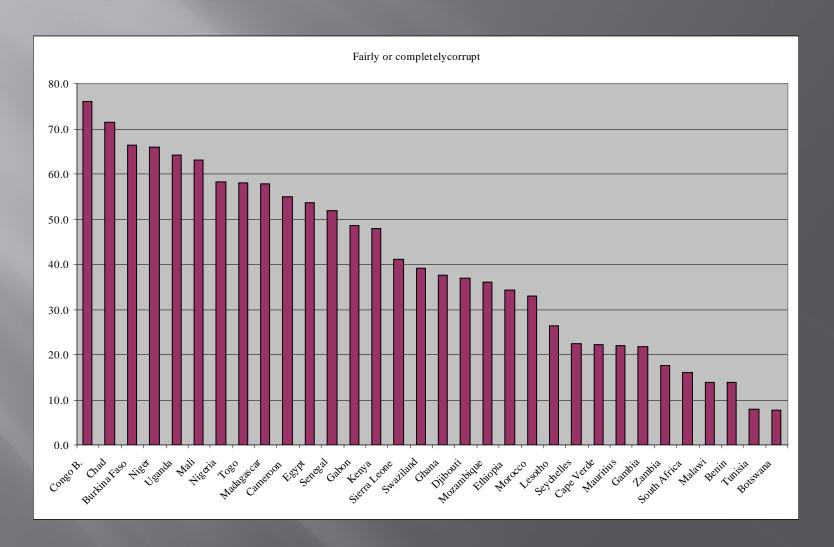
#### Main findings of AGR II: Corruption in Africa

- Corruption constitutes the single most important challenge to development in Africa;
- The general perception of the people from the survey is that all governance institutions are corrupt in Africa-executive, parliament, judiciary, civil service, and even civil society, although in varying degrees;
- Many African countries have mounted remarkable anti-corruption efforts;

- Global initiatives reinforce Africa's fight against corruption
- Little progress made in asset repatriation from Western countries;

Anti-corruption agenda needs to be scaled up

### Main findings of AGR II: Expert Opinion on Corruption in the Executive



### Main findings of AGR II: Institutional Capacity Building for Governance

- Capacity building is more than a technical exercise, but should be a people driven agenda;
- Most governance institutions in Africa have serious capacity deficits;
- A congenial political and economic environment is central to capacity development in Africa;

- Investment in quality education including tertiary education is germane to human capacity development in Africa;
- Arrest of brain drain and human capital retention is central to a prosperous future for Africa.

#### The Thematic Approach

- Internal and External consultations and rigorous research led to reshaping the AGR;
- AGR now has two dimensions- Thematic report every two years, and a general report every six years.
- Thematic report informed by the need to respond in details to Africa's core governance challenges, align AGR with other governance initiatives like the APRM and streamline the cost implications of a general report.

\* The thematic report will have two sections, first is the section on the theme and second, with updating key indicators on governance with a view to continue to monitor governance trends in Africa;

#### Selection of Theme for AGR III

- The selection of the theme of AGR III: *Elections* and the Management of Diversity in Africa was based on the following considerations:
- The major findings of AGR I and AGR II as a key governance challenge in Africa;
- A cross-cutting issue identified by the APRM as major challenge to Africa;

Contemporary governance dilemma to the continent;

 Product of several expert consultations in Africa.

#### Concerns with Elections in Africa

- There is the regularity of elections in Africa but the quality of elections remain very low;
- Elections are fast becoming more of political rituals, what some refer to as 'electoralism' rather than effective instrument of political change and accountability;
- Political conflicts increasingly characterize elections in Africa;

- Elections, rather than promote inclusiveness and social harmony is doing the opposite- promoting exclusion and disempowerment- what Claude Ake calls "voting without choosing" or Thandika Mkandawire calls, "choiceless democracy";
- Ethnic divisiveness and antagonism characterize elections splintering people and communities;
- There is the marginalization of key sections of society in the electoral process in Africa- women, youth, physically challenged.

- Electoral authorities remain mostly weak and poorly equipped for electoral responsibilities;
- The legitimacy and credibility of elections are being questioned in many countries in Africa.

#### Objectives of AGR III

- To assess the progress that African countries are making on elections especially in relation to diversity management;
- To identify the core challenges to the conduct of free, fair and credible elections in plural societies in Africa;
- To explore how the problem of electoral violence can be addressed in Africa;

- To tease out key constitutional, political and electoral reforms necessary for promoting electoral transparency, credibility and stability in Africa;
- To proffer policy recommendations on consolidating electoral democracy and good governance in Africa.

## Scope, Methodology and Partnership

- AGR III to cover between 40-45 countries;
- Methodology:

Three research instruments to be used;

- Expert Panel Survey;
- Focused Group Discussion;
- Desk Research.

Partnership: ECA is working with UNDP on the project especially in the production of the national country reports.

- Countries to be covered in AGR III include:
- Benin;
- Burkina Faso;
- Cameroon;
- Comoros;
- Gabon;
- Ghana;
- Kenya;
- Lesotho;

- Liberia;
- Malawi;
- Mali;
- Mauritania;
- Mozambique;
- Namibia;
- Nigeria;
- Rwanda
- Sao Tome and Principle;

- Sierra Leone;
- Togo;
- Uganda;
- Ethiopia;
- Cape Verde;
- Seychelles
- Congo Brazzaville

- Tanzania
- Madagascar
- Angola
- Mauritius
- Swaziland
- Zimbabwe
- Morocco
- Algeria

- Egypt
- Tunisia
- Djibouti
- Senegal
- Botswana
- Gambia
- Chad
- South Africa

- Guinea Bissau
- Guinea Conakry
- Zambia
  - Equatorial Guinea

#### Timelines

- Country reports to be completed by June 2011;
- AGR III to be completed by July- August 2011;
- Reports (country reports and AGR III) to be published by September/October 2011

# Conclusion: In spite of current challenges, the future looks bright for Africa!

