

Director of Poverty Alleviation and Community Empowerment Ministry of National Development Planning

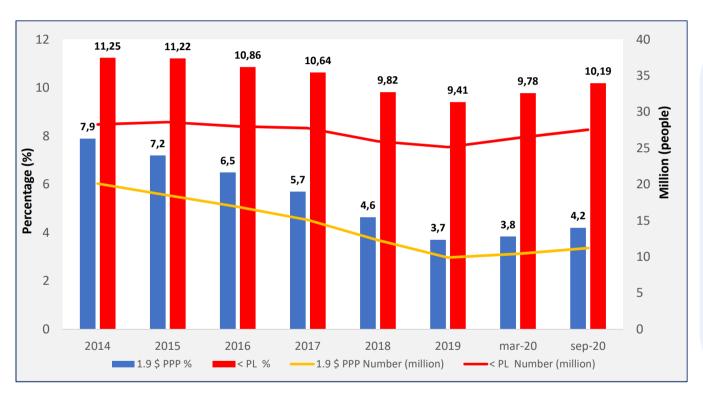
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Extreme Poverty Rises During Pandemic



Trend of Poor and Extreme Poor in Indonesia, 2014-2020



- In 2018, Indonesia has reached single digit poverty which become a strong base for achieving the SDGs target in 2030.
- Indonesia aims to achieve zero extreme poverty by the end of 2024, which means that we should eradicate extreme poor more than 2 million people per year on average.
- However, the outbreak of COVID-19 threatens Indonesia's entire gain in reducing poverty.

Source: Statistics Indonesia, 2014-2020

Reformation Agenda of Social Protection System



1. Data transformation leads to social - economic registry

Improvement of data and development of an integrated data collection system with a coverage of 100% of the population.

2. The development of an adaptive social protection scheme

Adaptive social protection scheme for economic shocks and natural disasters.

6. Program Integration

Integration and coordination of social assistance in central and municipal level.



3. Digitalization of distribution

Utilization of digital platforms (data integration), integrated social assistance account opening and the platform of banking payment and fintech.

5. Development of Distribution Mechanism

Delivery mechanism to ensure the invisible "visible".



4. Reformation of Financial Scheme

The development of innovative, expansive, and sustainable financing schemes.

Conceptual Framework of Adaptive Social Protection



ASP Key Sectors

Social Protection

CCA-DRM

SP-CCA

SP-DRM

Disaster Risk

Management

The Adaptive Social Protection should synergize three sectors: social protection, climate change adaptation, and disaster risk reduction



"Building blocks" in developing ASP system based on global learning and best practice:

- 01
- **Government leadership:** Construct a roadmap or strategy document.
- 02
- **Institutional arrangements**: Establish continous crosssectoral coordination and capacity building.
- 03
- **Data and information**: Integrated data and information systems.
- 04
- **Programs and their delivery support:** integrated program of all three sectors (SP, DRM, CCA).
- 05

Finance: Approriate sustainable financing mechanism.

Climate Change

Adaptation

Integrating Multi-sector Approach in Social Protection Reform



Integrating multi-sector approach for reducing extreme poverty and outreaching the vulnerable

groups Economic Welfare Status SOCIAL INSURANCE **BASIC SERVICES** Access to health, education, sanitation, Health insurance. electricity, technology, and others. Worker accidence MIDDLE CLASS SOCIAL SERVICES I ife insurance · Pension and old age savings. Children, People with · Long term care. Disability and Older Population Housing saving programs **ASPIRE MIDDLE** SOCIAL ASSISTANCE CLASS Electricity **FOODS** LPG AND OTHER **ASSISTANCE** Food **VULNERABLE** Higher education **Poverty Line** Conditional cash transfers for Asssistance for Scholarships family, disability, POOR social insurance older people. CCT **VERY POOR** premium.



THANK YOU