



Global Project "Rural Employment with focus on youth"

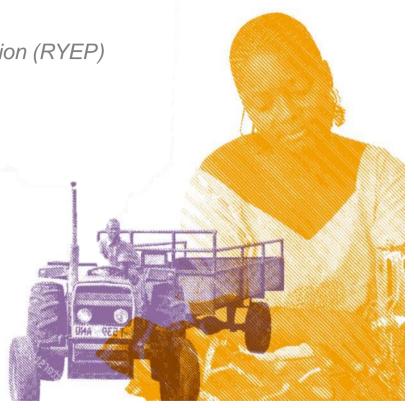
Agenda –

What works in Rural Youth Employment Promotion (RYEP)

Study Overview & Synthesis

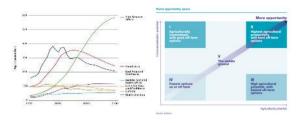
Spotlight: Adapted framework of the integrated employment approach

- Project Example: Employment Promotion Programme (EPP III) Sierra Leone
- 3. Project Example: Agricultural Value Chains for Sustainable Development (A4SD) Program (Pan-Africa)



Study Overview & Synthesis: Background of the study

- 25 million jobs needed per year "classical" sectoral transformation (alone) does not provide enough jobs
- High potential for additional employment creation in the agri-food sector, but RYE still a (relatively) new topic in the rural development
- Important to understand concepts and approaches what works and how to measure employment effects, in order to shape portfolio development and to deliver impacts for a growing youth population









Study Overview & Synthesis: Objectives & Take-aways of the study



Show approaches in case studies

The study shows different approaches to rural youth employment promotion in 11 in-depth case studies, partly in GIZ programmes for rural development, partly in economic development.



Distil success factors and lessons learned

The study **distils success factors and learnings** from these ongoing programmes and provides deep dives into topics like how employment promotion can be tailored to the needs of rural youth and especially to women.



Adapt GIZ's integrated approach to rural contexts

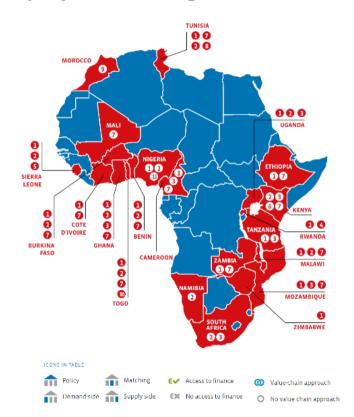
The study applies GIZ's "integrated approach to employment promotion" as a systematic framework to compare different programme approaches and presents ideas how to adapt the integrated approach to rural youth employment promotion.







Study Overview & Synthesis: GIZ projects working on RYEP





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- The report identifies a total of 18 success factors for RYEP programmes clustered around 4 categories.
- → For each success factor, the report highlights selected examples from existing GIZ programmes.
- 4 success factors found / relevant in all programs (as a kind of minimum standard)

SUCCE	SS FACTOR	A493	ATVETAW	ELO	ECO- EMPLOI	CPP	FSP	519	PAR	PEJ	Problem.	SERIE
Contest	Alignment with national or continental development agendas		•				•			•		
	Ruy-in by political partners and local authorities		•			•	•					
	Empowerment of rural youth through meso-level support structures						•		•	•	•	
	improvement of young people's perception of agriculture		•								•	
Dosign	Use of an integrated approach to employment promotion	•		•	•					•		•
	use of a long-term time-frame	•						•				
	Use of specifically focused programme design							•	•			•
	Provision of support using a multi-component approach					•					•	•
	Adaptation of employment-promotion activities to the needs of rural youth	•	•			•	•			•	•	•
Processes	Business-opportunity studies to identify market- driven opportunities			•	•		•					
	Flexibility in programme structures	•		•			•					П
	Use of RYEP indicators and a ToC	•	•	•			П	П		П		П
	Exchange of knowledge with other programmes or organisations		•	•				•				
Partners and people	Deep for funding to increase flexibility	•									•	
	Collaboration with private sector to respond to market needs			•				•				
	Facilitation of stakeholder coordination and alignment	•			•		•		П	•		П
	Work through local partner structures	•	•			•	•	•		•		•
	capacity-building for local service providers			•		•	•	•	•	•	•	•
				0	0	0	0		0			

- Alignment with national or continental development agendas
- Buy-in by political partners and local authorities
- Empowerment of rural youth through meso-level support structures
- Improvement of young people's perception of agriculture

CONTEXT

- Use of an integrated approach to employment promotion
- Use of a long-term time frame
- Use of narrowly focused programme design
- Provision of support using a multi-component approach
- Adaptation of employmentpromotion activities to the needs of rural youth

DESIGN



PROCESSES

- Business opportunity studies to identify market-driven opportunities
- Flexibility in programme structures
- Use of RYEP indicators and a Theory of Change
- Exchange of knowledge with other programmes or organisations

PARTNER & PEOPLE

- Use of co-funding to increase flexibility
- Collaboration with private sector to respond to market needs
- Facilitation of stakeholder coordination and alignment
- ► Work through local partner structures
- Capacity-building for local service providers

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Study Overview & Synthesis: Main learnings across all case studies





Identify suitable business models and private-sector partners

- Robust business models that are suitable for youth and
- A close private sector collaboration are important for leveraging expertise and resources for scaling.



Adapt to local employment needs and mobilise vouth as key actors for development

- Programmes tailored to the employment realities of rural youth and esp. women are more likely to attract participants.
- Involving rural youth in decision-making ensures their assets and aspirations are what shapes agricultural development.



Increase the attractiveness of agriculture and rural areas

- Improve perceptions of agriculture fosters a win-win approach among all stakeholders.
- Provide innovative business and employment opportunities and use of digital tools in production and off-farm services.



Strengthen local structures and multi-stakeholder cooperation

- Collaborating with national and local partners, coordinating efforts with existing support and education systems, and
- **Involving youth** in planning and decision-making helps ensure sustainability and scale.



Spotlight: Adapted framework of the integrated approach

GIZ uses an integrated approach to employment promotion - addressing the demand and the supply side of the labour market as well as the framework conditions and the matching of actors.

In RYEP, the models needs adaptation due to

- the important role of informal and entrepreneurial training rather than formal TVET on the supply side;
- the relevance of market access when matching supply and demand;
- the importance of micro-enterprises on (3)the demand side of the labour market; and
- the relevance of support structures designed to empower rural youth at the meso-level of the labour market

Framework conditions of economic and employment POLICY AND PROGRAMMES

Improvement of enabling policy and employment and market conditions for rural youth

Good practices for RYEP include:

- provision of policy advice
- ► facilitation of public-private dialogue and sector

DEMAND for labour

Creation of productive employment opportunities through promoting private sector development and access to finance

Good practices for RYEP include:

- technical and financial support for startups and MSMEs, especially informal small and micro enterprises (often smallholder farmers) like the SME Loop
- promotion of technological and businessmodel innovations that improve working conditions and incomes for rural youth

FACILITATION

of access to markets and work opportunities

Information, guidance and linkages to markets and work opportunities

Good practices for RYEP include:

- use of tools or approaches that facilitate access to markets for smallholder framers and MSMEs in the agri-food sector.
- information, guidance and placement services for rural youth to link them to work opportunities.

SUPPLY for labour

Promotion of employability through (technical and vocational) education and training

Good practices for RYEP include:

- focus on transferable demand driven entrepreneurship and business skills as well as functional literacy and numeracy skills like the Farmer Business School trainings
- skills-development training can be offered by public or private actors, and should include digital learning tools or blended learning elements

Labour market **FOUNDATIONS**

Capacity-building support of meso-level structures

Good practices for RYEP include:

- capacity-building support to meso-level support structures and intermediaries (e.g. membership-based organisations, youth associations, incubators, vocational training centres, coaches and mentors) that organise and empower rural youth.
- Awarenessraising and image campaigns and other tools that improve young people's perception of agricultural-sector work,
- Gender-transformative approach to ensure inclusion of rural young.

2. Project Example: Employment Promotion Programme (EPP III) in Sierra Leone







Employment Promotion Programme (EPP III)

Sierra Leone







GIZ PROGRAMMES IN RYEP EMPLOYMENT PROMOTION PROGRAMME (SIERRA LEONE)



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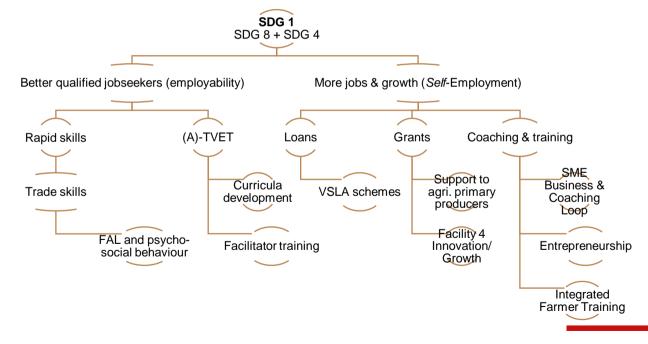
Employment Promotion Programme (EPP III) Sierra Leone





Overview

EPP I-III: Young people's income and employment situation in agricultural and MSM businesses has sustainably improved. Duration: 2009 − 2016; Commission volume: ca. **52 million** €; Target group: underemployed youth and young entrepreneurs in the rural northeast of Sierra Leone with a focus on female youth.











Results

Employment Promotion Programme (EPP III) Sierra Leone





Total of people reached in the implementation districts: 487.000 (33,8%) of ca. 1.441.000 97.958 (35% ♀, 6.8 %, 2.4 ♀, on average 4,97 dependents)

1.1 People that came into employment 2.127 (42.2% ♀)

=> permanent and recurring temporary and seasonal employment

1.2 Additional employment 41.933 (29,5% ♀)

=>self employment in agriculture, cash 4 work

1.4 Income 47.313 (35.3% ♀)

=>Cash 4 work, entrepreneurial support, self employment in agriculture

2.3 Short-term training measures $66.441 (33,6\% \)$

=>CEFE, FFS, FBS, IFT, trade life and business skills etc.

3.1 Food security 39.340 (47.4% ♀)

=> farmers that have been trained in GAP x adoption rate

3.2 Rural income

=>increase in income at household level

3.3 Sustainable land management 20.833 ha

=>area of land that has been rehabilitated and is managed according to GAP

257.565 (households)

In total 2.314 non-agricultural MSMEs have received financial and / or in kind support (transport, machines, raw material, processing facilities, package material, power generator etc.)

In total 33.933 farmers have received financial and / or in kind support to improve their business (land rehabilitation, tools, equipment, seed material, cocoa seedlings (ca. 3 million)).

→ In theory, one new ("job") durable possibility to earn permanent income or additional income has cost roughly 1.500€, whereas agricultural employment creation is more cost effective (ca. 300 - 600€) than non-agricultural job creation (12.000 – 17.000€)









Major instruments

Employment Promotion Programme (EPP III) Sierra Leone





Facility 4 Innovation/Growth

- Grant for innovative or growth related business ideas between 4000 8000€
- · Rigorous selection with a last public pitch step
- Individual support by consultants to prepare business plan and get "pitch ready"
 - In total 175: Agribusiness 77.3%, Tourism 4%, Renewable energy 6.3%, ICT 0.6%, Transport and merchandising 11.9%
 - Jobs created so far 449 (188 ♀)

SME Business & Coaching Loop

- Intensive individual coaching on site with upstream commercial training and downstream module for access to finance (6 month). Only coaching, no financial support. Two step selection process.
- It aims at the achievement of a set of basic set goals (registration, book keeping etc.) and some individual goals
 derived from the specific situation of the enterprise (better marketing, better storage facility and supply chain etc.)
 - In total 1143 (47.7% ♀) completed the cycle
 - E.g. achievement of proper record keeping was at 70%
 - The average increase with a <u>large variance</u> each was 88% for profit and 74% for turnover (approx. 100€ resp. 400€/ month)

Land rehabilitation and Integrated Farmer Training (IFT)

- Two interventions that go together: Provision of employment possibilities through access to productive land and agronomic/commercial knowledge transfer.
 - IFT is the logical answer to challenging educational standards. It combines in a series of one day plus follow up day trainings essentials from GAP, farming as a business and attitude change elements.
 - In total 19.451 farmer have received access to reclaimed land and attended various IFTrainings.
 - Adoption rate is around 78%. Additional income was on average approximately 100€/a (cocoa, coffee, rice)











Employment Promotion Programme (EPP III) Sierra Leone





Rapid skills

 Various short-term courses (4 - 6 weeks) aimed at improving the most obvious deficits and increasing the chances of (re)integration into the labour market.

Major instruments

 solar, retail, construction, produce-dealer, agric. processing, functional literacy and VSLA, psycho-social behavior.

Agricultural Market Information System (AMIS)

- In cooperation with a local telecommunication company (Orange)
- Establishment of an digital seller to buyer platform operated by html or by ussd code on non smart phones.
 - Including a basic extension system providing information about agronomy.

=>Tools to replicate

- · Facility 4 Innovation/ Growth
- · SME Business & Coaching Loop
- · Integrated Farmer Training









Lessons learned

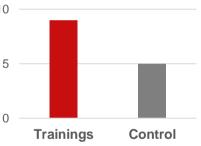
Employment Promotion Programme (EPP III)

Sierra Leone





- A wide variety of instruments to apply the right tool to the right issue
- Instruments should be complementary and sequential
- Adequate financial support is crucial (micro loans, VSLA schemes, grants, PPPs)
 - VSLA 3559 (60% ♀) people took part: 10% interest, average saving 21€, average total savings sum 900€, 66% took 1-2 loans for mostly business expansion, 98% repayment.
- Champions and economic development nuclei support should be preferred over shotgun approach look the entrepreneur in the eye -
- Technical support should be long- term rather than selective
- Proper mid term to long term TVET courses should be preferred over rapid skill improvement courses
- A planned adapted selection of participants and its strict enforcement is essential for success
- You should check your own intervention against the natural variance as often as possible



=>How to select and train good –quality local implementation partners and hold them accountable?

- 1. Start small and further engage those who are serious and quality/performance oriented
- 2. Establish a well defined M&E system that is used for quality control as well
- 3. Explain your standards and train service provider staff
- 4. Establish a performance based payment





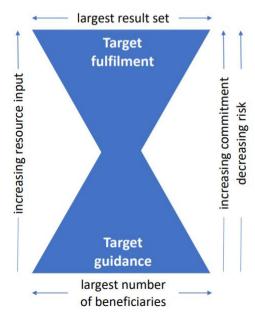


Employment Promotion Programme (EPP III) Sierra Leone





Hourglass approach X



Intensification and scale up phase

- 1. Reduced number of beneficiaries
- Change to direct hard targets
- 3. Increased demands (higher numbers) from individual beneficiary
- 4. High "support resources / beneficiary" ratio
- 5. Wide variety of adaptable support tools

Finding and extensive support phase

- 1. Large number of beneficiaries
- 2. Limited number of support tools
- 3. Low "support resources / beneficiary" ratio
- 4. Achievable small set of target(s) (eventual proxy or fundamental to results indicators)
- 5. Low demand from individual beneficiary









Lessons learned

Employment Promotion Programme (EPP III) Sierra Leone

Integrated approach with focus on labourmarket supply and demand



Hourglass approach Σ

50 beneficiaries (just for Establishment of clusters entrepreneurs), long term technical/financial coaching SME and matching grant = + 1000 jobs, + 1000 % profit 2000 beneficiaries (just for Coaching entrepreneurs), long term coaching= + 1000 jobs, + 50 % profit Loop 500 beneficiaries (just for Facility for I&G entrepreneurs), coaching and investment grant = + 2000 jobs, + 250 % profit 5000 beneficiaries (just 1500 beneficiaries (just for for entrepreneurs), Entrepreneurship Micro entrepreneurs), advanced coaching and short term course = + repayble micro loan= + 1500 jobs, + 50 250 jobs, + 10 % profit training % profit loan



3. Project Example: Agricultural Value **Chains for Sustainable Development (A4SD)**







Agricultural Value Chains for Sustainable Development (A4SD)

Pan-African (12 countries)

Supply side and demand side





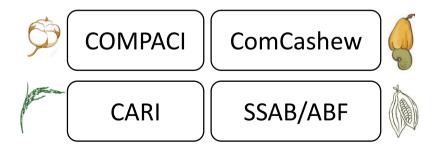


Agricultural Value Chains for Sustainable Development (A4SD)



A4SD is an umbrella program involving **4 value chain promotion projects**, focusing on **cotton**, **cashew**, **rice**, **cocoa** and **food crops** in Sub-Sahara Africa. A4SD's objective is to support sustainable **agricultural** growth and thereby help **reduce poverty**. A4SD supports **smallholder businesses** in increasing their income and works on **increasing the number of FTEs** along the value chains.

The key aspect of the A4SD model is to take **processing as entry point**. The core element is the **Matching Fund (MF)**, with which public funds leverage private sector resources and create ownership. A4SD's MF partners have mobilized over **99 USD million** (cash and in kind).



Budget

- 63 EUR million from BMZ
- 84 EUR million from cofinancing partners (Gates Foundation, EU, SECO, etc.)

Proven approaches for scale





Agricultural Value

Chains for Sustainable



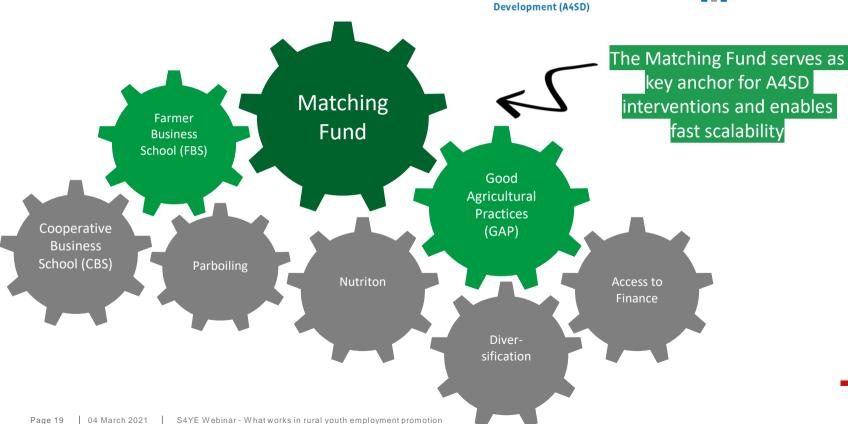


Pan-African (12 countries)



Supply side and demand side





A4SD works:

More than 1 Mio.

full-time job equivalents (FTEs) created

More than 2.2 Mio

Farmers trained in good agricultural practices (GAP) or farmer business schools (FBS)

More than 14 Mio direct and indirect beneficiaries

Up to 200% yield increase

107 private partners

67 public partners

6 ODA partners

Success factors & lessons learnt







Agricultural Value Chains for Sustainable Development (A4SD) Pan-African (12 countries) Supply side and demand side



- Multi-country and multi-value chains approach enables scale and flexibility
- Project length helps nurture and scale public private partnerships (PPPs)
- Scale vs depth of programmes impacts quality of of employment
- ICT is not the silver bullet for youth employment promotion
- A diversity of funding partners promotes sustainability, brings budget flexibility and thematic insight
- When considering employment, it is important to work with concepts and methods that to include seasonal informal agricultural work that is not traditionally categorized as "classic" jobs (i.e. full-time employment equivalents). This involves reducing underemployment and expanding the scope of focus beyond new job creation.

How we measure employment effects (example CARI)



Agricultural Value

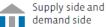
Chains for Sustainable

Development (A4SD)

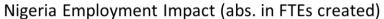


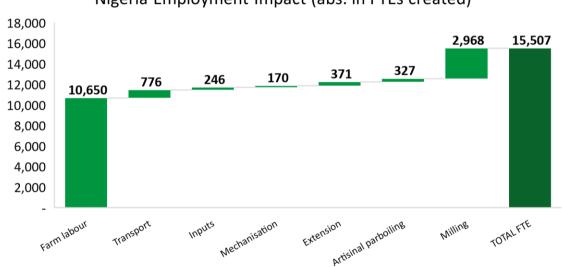












- Productivity gains (extra tons) trigger employment effects along the entire value chain
- Highest effects at farm level, followed by milling and transport
- Multiplier-effect no yet considered

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