S4YE Partner Summit 2019, April 10th



Integrated Approaches to Youth Employment



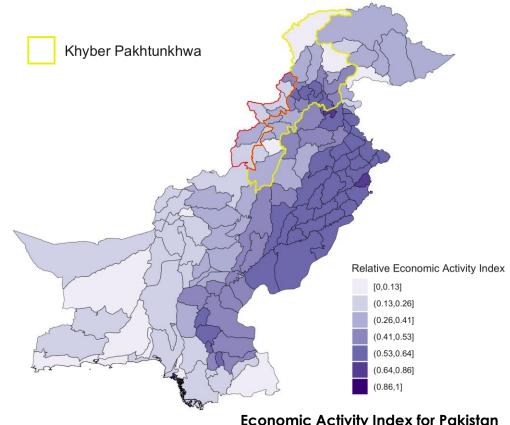
Youth Inclusion in the Digital Economy

WORLD BANK SUPPORT TO KHYBER PAKHTUNKHWA, PAKISTAN

Presented by: Emcet Tas, World Bank

Context

- Youth bulge in an economically underdeveloped province coming out of conflict
 - Province with the largest youth population in Pakistan
 - 20 million youth (< 30 years) making up half the population
 - Unemployment rate at 12 percent
- Talent pool compatible with demands of digital economy
 - Half of the population speak English as a second language
 - Over 78 universities and 6000+ university graduates in IT fields
 - Ranked #4 for freelance development work in the world
 - Highest per capita rate of skilled freelancers in Pakistan
- Semi-autonomous government agency with a mandate on digital jobs



Economic Activity Index for Pakistan

Note: Rescaled sum of Economic Activity Indicators: nightlights and irrigation A higher value represents higher level of economic activity Three-Phase Approach to Promoting Youth Inclusion in the Digital Economy

Leveraging the World Bank instruments to develop an integrated program that addresses demand- and supply-side constraints

Technical Assistance

Vision & Learning

✓ Develop a strategy and pilot test skills & employment initiatives

Getting to work

Job Creation and Entrepreneurship

✓ Promote jobs through online outsourcing and freelancing

Attracting Investment

Infrastructure, Policies and Regulations

✓ Promote private sector investment by addressing policy/regulatory gaps and infrastructure needs

Setting a Strategic Vision, Testing and Learning

- Developed Pakistan's first provincial **Digital Strategy** which has since been adopted as Government Policy
- Promoted investor interest in the province through **Digital** Youth Summits conducted annually
- Trained youth in digital skills ranging from basic digital literacy to advanced skills in Graphic Design, WordPress, Data Science and Internet of Things
- Piloted government-run employment program including by building co-working spaces for freelancers
- Improved services for provincial agencies through an innovation fellowship program



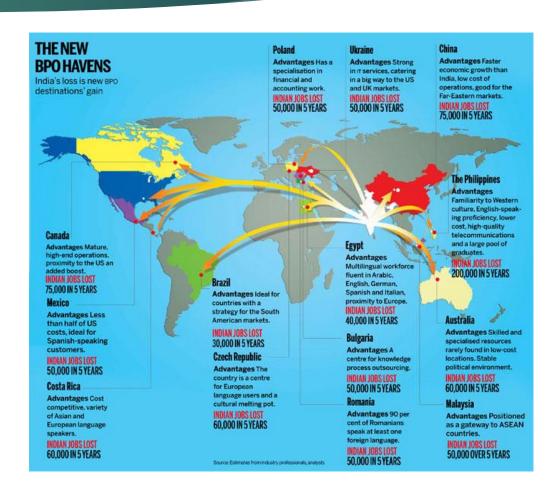






Getting youth to work

- Leverage Pakistan's growing role in the global Business Process Outsourcing (BPO) industry to create jobs through BPO-ready spaces
 - Global Services Location Index (2017) ranks Pakistan at 30 out of 55 Competitive costs of operation estimated 30% lower than India
- Promote digital entrepreneurship and freelancing through an online platform partnership to match jobs to trained youth
- Expand the network of publicly available, gender-inclusive coworking spaces to promote women's inclusion in the digital economy
- Additional financing to promote access to finance for entrepreneurs through a seed funding facility



Promoting growth and development of the digital economy

Expand Broadband Connectivity

- Develop fiber-to-home network in major cities across the province
- Ensure that internet access is affordable and inclusive

Build Citizen Facilitation Centers

- Consolidate back-end digital services necessary for digitization of services
- Provide an enabling environment and facilities for private sector development
- Provide citizens with one-stop shops to receive common public services in an automated way

Promote investment-friendly Policies and Regulations

Sustain the digital transformation and promote private sector investment and expansion of digital networks



▶ Please send comments to Emcet Tas, <u>etas@worldbank.org</u>



THE YOUTH ECONOMIC INCLUSION PROJECT IN TUNISIA

Presented By: Johanne Buba, World Bank



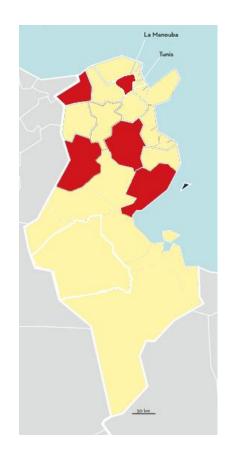
A INNOVATIVE PROJECT FOR YOUTH EMPLOYMENT

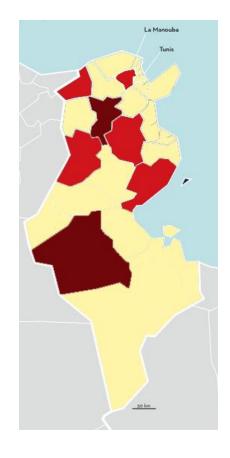
USD 60 million over 6 years to enhance the economic opportunities for 10,000 youth from disadvantaged families in 7 governorates (2 phases), under the Ministry of Employment

A PILOT:

- Away from supply-driven approaches to an integrated approach: 250 300 SMEs being supported;
- New way of supporting job seekers in Tunisia: externalization and performance based contract;
- New curricula for disadvantaged youth.

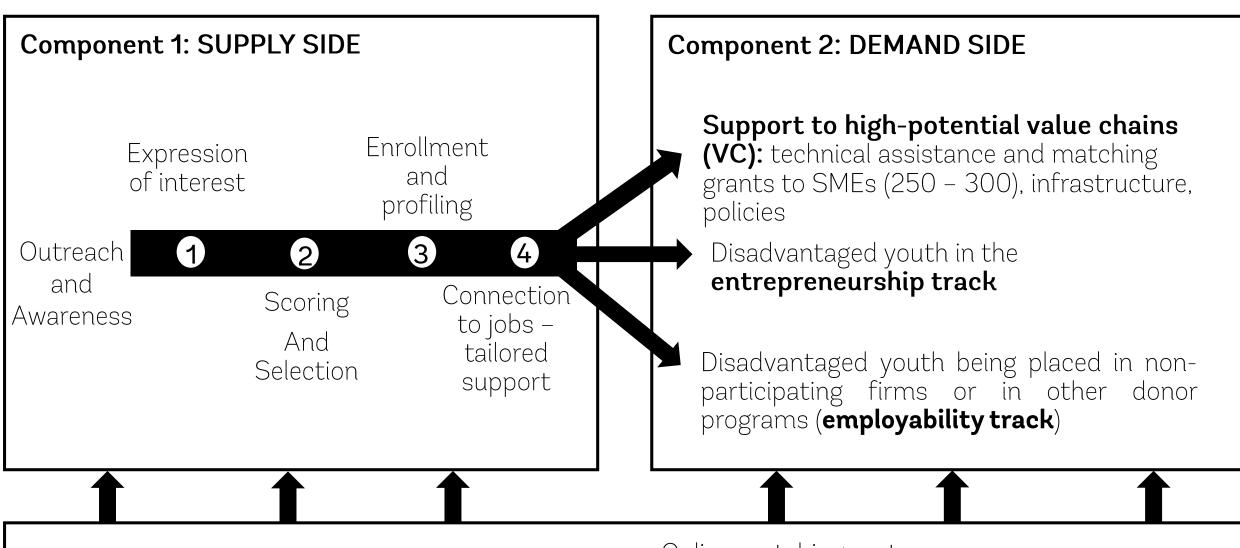
6 years





3 COMPONENTS





Component 3: Project Management and Monitoring

Online matching system

Participatory platform for youth



OF THE IMPORTANCE OF AN INTEGRATED APPROACH





- ✓ Additional jobs from supported SMEs being posted on the project portal
- ✓ Incentives to SMEs to employ youth from the supply side
- ✓ Planning for skills training possible based on the business plans submitted by SMEs
- ✓ Identification of small-scale businesses under the value chain analysis (for youth in the micro-entrepreneurship track)



CREATION OF TOURISTIC EXPERIENCES

Identification of a need SUPPORT TO SMEs in tourism **EMPLOYABILITY** Placement Training of guides, Artisans content creators, etc SUPPLY Restaurants Bed & Breakfast New experience Free-lancers for content **ENTREPRENEURSHIP**

COMPOSANTE 2 DEMAND SIDE

- Youth trained based on firms' need
- Enhanced access to these jobs for a population that would not have had access to a job otherwise

- Lower search cost for firms
- Business ideas better integrated in the local economy (more viable)



SUPPORT TO THE GIG ECONOMY

SUPPORT TO SMEs

(COMPOSANTE 2)



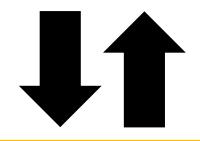
Technical assistance

Matching grants in tranches

Post-creation support

Close Monitoring

- Lower cost to search for workers and train workers
 - Better retention rate



 Enhanced access to jobs for a population that would not have had access to a job otherwise Benefits of integrated approach

SUPPORT TO YOUTH

(COMPOSANTE 1)



Selection
Skilling of future independent workers
Follow-up



CONCLUSIONS

- ✓ Important benefits of integrated approaches: more pragmatic, possible incentives schemes, better knowledge of the local economy
- ✓ Leads to higher employment rate, bridges the skill gap and lowers cost for firms
- ✓BUT REQUIRES: multi-sectoral teams (implementing agency as well as World Bank), coordination with high management skills to lower the complexity



TAKING A PLATFORM APPROACH TO INTEGRATION IN BANGLADESH

Thomas Farole
Lead Economist, Jobs Group, World Bank

S4YE PARTNER SUMMIT 2019
April 10-11, 2019



Jobs Platform -- snapshot

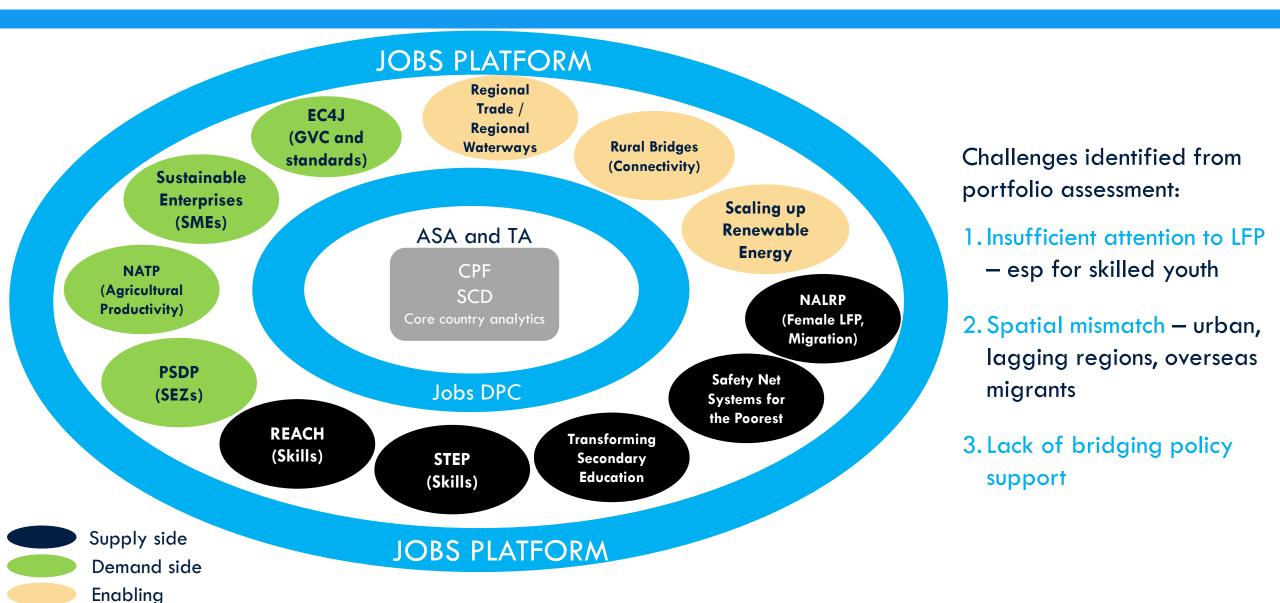
WHAT IS IT?

• <u>Objective</u>: to improve the coordination and delivery of WBG activities in order to maximize their impact on the quantity, quality, and inclusiveness of jobs.

HOW IS IT DELIVERED?



Integration at the portfolio level: bridging and coordination



Integration at the project level: bridging demand and supply side interventions

JOBS DEVELOPMENT POLICY CREDIT

Modernizing the Trade and Investment Environment

Strengthening Systems that Protect Workers and Build Resilience

Improving Policies and Programs that Enhance Access to Jobs for Vulnerable Populations

JOBS PROJECT

Market Access Support Program

-- ESQ compliance and support to connect SMEs to Global Value Chains in leather, footwear, plastics and engineering sectors

Productivity Enhancement Program

-- Technology access, training and skills development (incl targeted services for women) in leather, footwear, plastics and engineering sectors

Integration at the strategic level: from Employment Strategies to Jobs Strategies







Key Objectives on Jobs

INCREASING THE PACE OF FORMAL JOB CREATION

RAISING THE QUALITY OF JOBS (BOTH FORMAL AND INFORMAL)

CONNECTING VULNERABLE GROUPS TO JOBS

THE BUSINESS
ENVIRONMENT

LABOR MARKETS AND SKILLS

SECTORAL AND SPATIAL POLICIES



Cross-Border Approaches on Integration

Manjula Luthria







~40 percent of Moroccan emigration had been to France until the 1970s







Youth Unemployment

44 percent of WAP/unemployment rate at 22 (M), 38(F)





Of all the gin joints in the world she walks into mine

Pick a country in Europe

Pick a sector — important to both countries?

Chicken and egg story- Supply first or demand first?





Round up the usual suspects

ANAPEC, GIZ, BMZ, Goethe Institute, German Federal Employment Agency, Embassy, Vocational Training Experts, DEHOGA, Chamber of Industry, Senior Expert Service





Beginning of a beautiful friendship

Twinning arrangements

Shift in mindsets

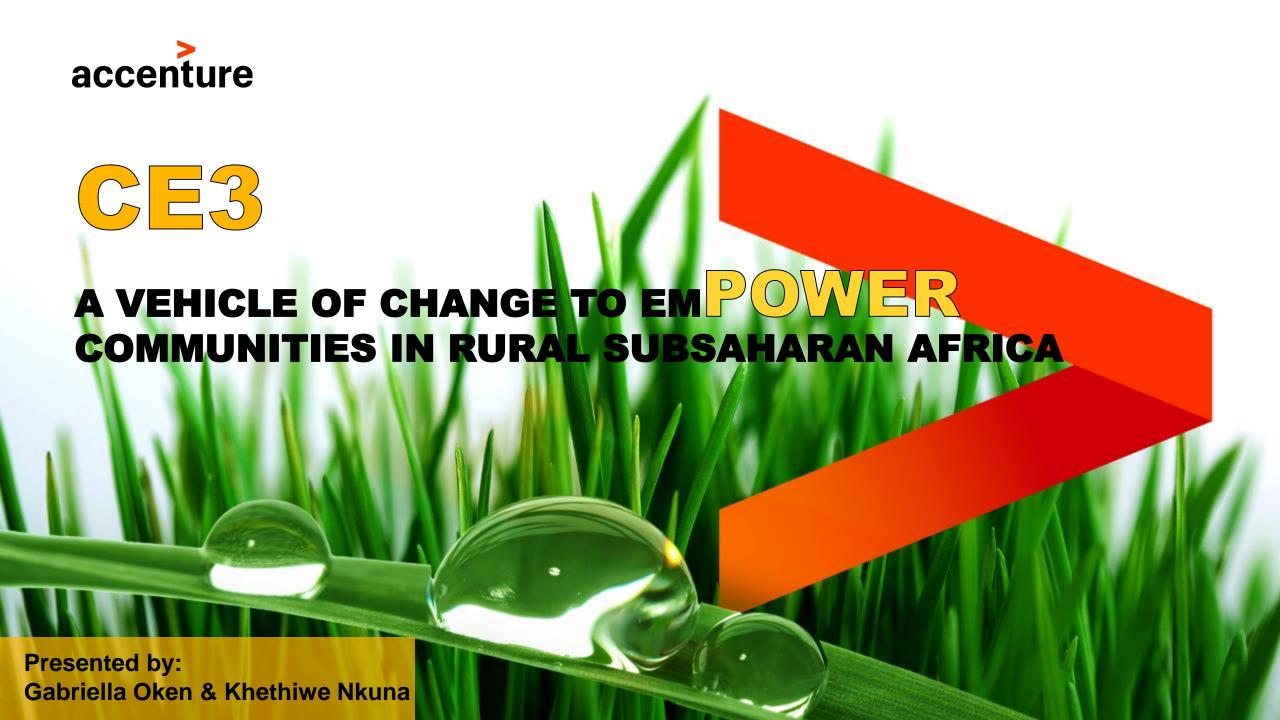
Capacity enhanced

Regulations clarified and simplified









CONNECTIVITY, ELECTRICITY, & EDUCATION FOR ENTREPRENEURSHIP (CE3)

AN ECONOMIC ACCELERATION MODEL THAT EQUIPS ENERGY CONSTRAINED COMMUNITIES WITH ACCESS TO ELECTRICITY, AND POWERS A BUSINESS INCUBATOR TO STRENGTHEN THAT CUSTOMER BASE.

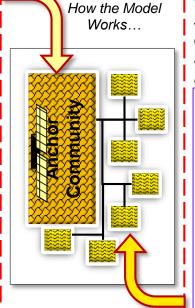
1. Establish an Anchor Community

Off-grid energy system is installed at a local institution that has signed an agreement to:

- maintain the equipment and
- Consume ~70% of the energy generated

"Local institution" can be a school, clinic, agricultural or business cooperative





2. Power local businesses

20% solar energy is sold to local entrepreneurs enabling them to run more efficient businesses with more affordable power

Case Study: David Akena CE3's first paying customer, Pabbo

David runs an electronic repair business in Pabbo, Northern Uganda. Originally, a diesel generator provided David's business with 1-2 hours of power each day limiting the number of repairs completed. Now, through

CE3 solar, David's business has 6-10 hours of power each day allowing David to complete more repairs and earn more revenue.

- Energy tariff is informed by community affordability, system OPEX + capital outlay
- Anchor tenant and businesses are charged monthly based on total consumption
- ✓ Tariff payments are deposited into "sustainability" account that is used to cover ongoing operations, maintenance, repairs and replacement parts of microgrid
- ✓ Each iteration of the model factors 5-10% contingency to cover unforeseen costs and/or components of the connectivity and entrepreneurship OPEX
- ✓ Use of sustainability funds is managed by a project steering committee – comprised of representatives from anchor tenant, business community, and implementing partners

3. Incubate new enterprises, skill and facilitate employment

10% of the electricity produced powers a business incubation center that provides community members with access to entrepreneurship training, ICT training, as well as internet, mentorship and microfinance resources. The center helps entrepreneurs startup businesses that then use power from the micro grid.

ACCENTURE HAS DEPLOYED THE CE3 MODEL ACROSS **EIGHT RURAL COMMUNITIES IN SUBSAHARAN AFRICA** DRIVING THE UPSKILLING OF MORE THAN **4,000 PEOPLE AND 2,000 EMPLOYMENT OPPORTUNITIES**

South Africa

Total Microgrids Deployed: three

Grid Sizing: 10-55KW

Technology: solar-diesel gensets with battery back-

up

Anchor Tenant(s): Agricultural Cooperatives



913 people electrified

100 cooperative enterprises incubated through CE3 business center

987 jobs created through incubated businesses

Northern Uganda

Total Microgrids Deployed: five

Grid Sizing: 1.5-30KW

Technology: solar and solar-diesel gensets

with battery back-up

Anchor Tenant Type(s): Schools



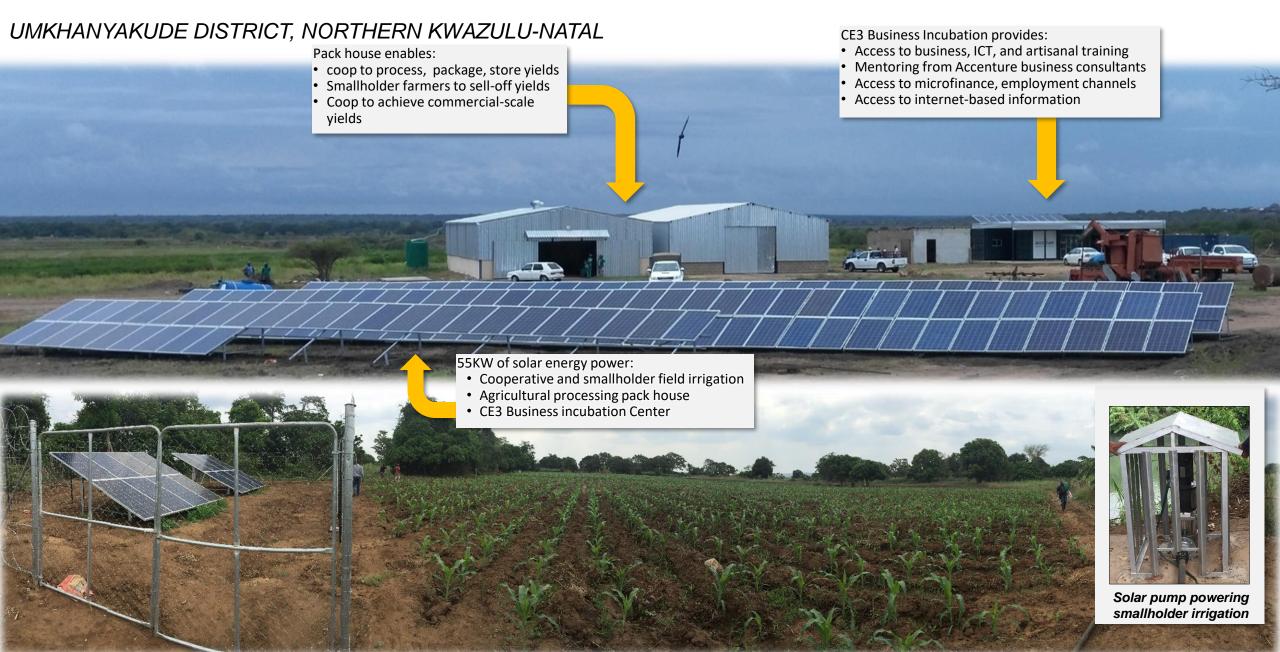
2,500 people electrified

329 enterprises incubated through CE3

business center

573 jobs created through incubated businesses

CASE STUDY: MAHLABENI COMMUNITY



CE3-INCUBATED ENTERPRISES



Asibahlenge Youth Organisation

@Asibahlenge











Integrated Approaches to Youth Employment Q&A Discussion

