

Strengthening VAA in Malawi



Chronic Vulnerability and Social Protection



Some History...

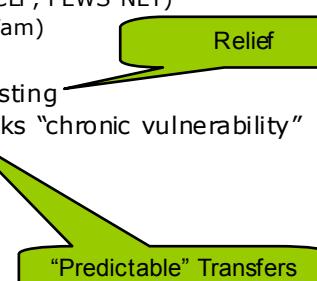
- The Malawi 'VAC' began life in 1996 as the Malawi 'VAM'
- Collaboration of FEWS-NET, WFP, FAO, MoA, NEC
- Approach: collect a comprehensive range of indicators, weight them, combine them into an index and map them
- The result was...
...a Quilt or Patchwork
 - Different indicators did not match nor did they compare, e.g. malnutrition was worst in areas with better production, etc.
 - The quilt would change completely with different weightings

History, continued...

- ❑ 'Quest for Causality', identified asset holdings, production and dependency ratios as leading factors behind vulnerability
- ❑ Zoning –different weights on the indicators
- ❑ Study on household income recommended → Integrated Household Survey (IHS)
- ❑ VAM lapsed...
- ❑ CY 2001-2002 famine resulted from food shortages and extremely high prices
- ❑ After 2003 harvest, newly-constituted MVAC (chaired by the Ministry Economic Planning & Development) decided to adopt present LBVA based on HEA (TS from FEWS-NET, SC)

Malawi Vulnerability Assessment Committee (MVAC)

- ❑ Structure
 - Agencies :
 - ❑ Government (8 agencies) – MEP&D (Chair), MoAFS, MoF, NSO, MoLG, DoPDMA, OPC, MoH
 - ❑ UN and IGO's (UNDP, FAO, WFP, UNICEF, FEWS-NET)
 - ❑ NGOs (SC, CRS, CWW, WVI, AAH, Oxfam)
- ❑ Scope of Work
 - Vulnerability to acute hunger – forecasting
 - Vulnerability to poverty-induced shocks “chronic vulnerability”
 - Information management
 - Institutionalisation
 - Training

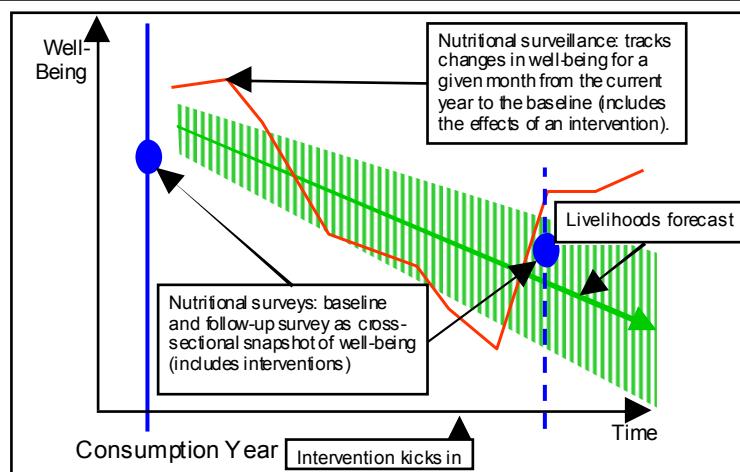


The Existing System: EW

- Baselines completed in 2004. Exhaustive look at how people:
 - Meet their food needs
 - Get their incomes
 - Spend their money
 - Meet other basic needs
- Enables the MVAC to model the impact of hazards on people's entitlements
- Construct scenarios to forecast missing entitlements
- Expressed in food terms or in cash terms

Timeline Sketch

How entitlement forecast, nutrition and surveillance info works

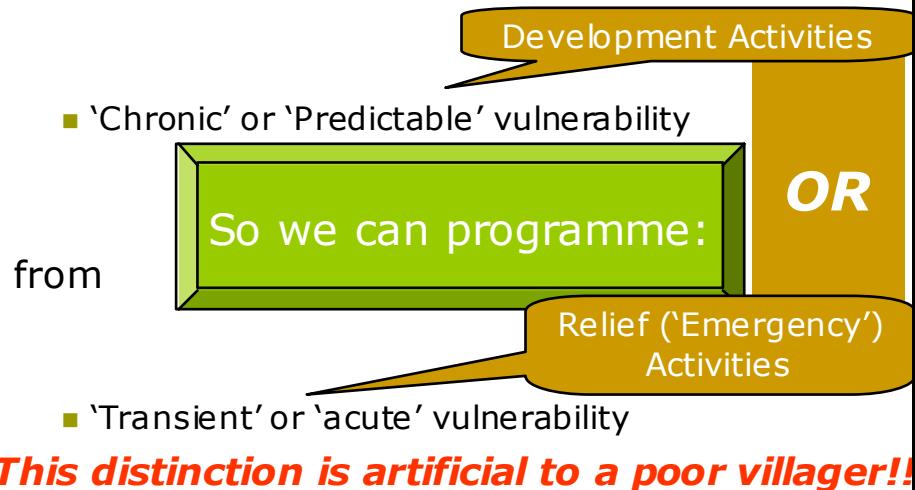


The Problem...

- We know that even in areas that do not experience a hazard, significant numbers of people are unable to meet all their basic needs
 - Where are they?
 - How many?
 - How much is the shortfall?

Our Point of View

Operationally, we like to separate



This distinction is artificial to a poor villager!!

The Villager's Point of View

Many villagers often (in most years) spend at least part of the year:

1. Unable to meet their needs
2. This varies from extreme years of deprivation (due to a severe shock)
3. To years of grinding difficulty when still many needs go unmet

MVAC Scoping Study: User needs

□ General Requirements:

- Greater geographical resolution within livelihood zones.
- Greater discrimination between households.
- Household characteristics useful for targeting interventions.
- Information on the timing of need.
- Developmental issues i.e. why communities are in poverty and the interventions which would reduce this.
- The relationship between nutritional status and household economy.
- Demographic information: age and gender.

User needs

Information on Sectors/ topics. Information on or relevant to:

- social protection/ cash transfers.
- HIV/AIDS.
- Urban poverty.
- savings and loans, the poverty impact of adding value to production
- market information.
- Asset holdings.
- crop types by area; bird 'flu; school attendance rates.
- health, water and sanitation. environmental issues.
- disaster mitigation (floods).

User needs

Improved presentation/ technical quality

- Resolve conflicts between MVAC data and other data e.g. MoAFS.
- Present output in terms relevant to poverty rather than food.
- Improve the precision of current estimates.
- Emphasize the uncertainty attached to predictions.
- Resolve conflicts between geographical areas used by different sectors e.g. Education, Agriculture, MVAC, census.
- The need for a unified mapping framework.
- The need for follow up surveys after the VA.
- Greater local involvement in the VA.
- Standardization of terms and objectives for social protection e.g. are agricultural input subsidies included under 'social protection'.
- Suggestion for the production of 'chronic' V profiles.

Options

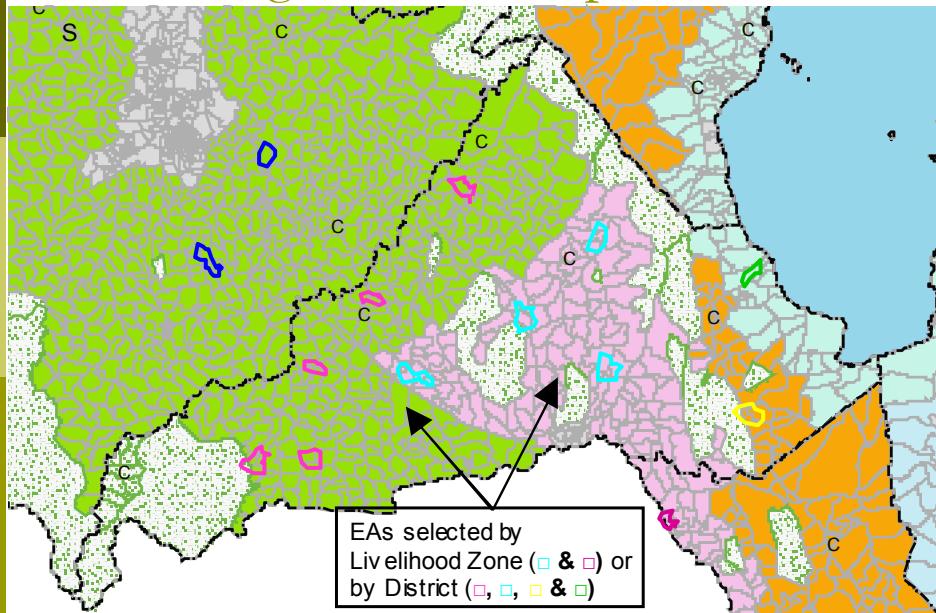
- Idea is to build on already existing data, tools and capacity
- To be cost-effective (sustainability)
- To maintain current consensus-based analysis

Options 1

To work on our baselines: include probability-sampled data sets, e.g. IHS2, and others

1. Do comparisons, especially comparing consumption
2. Potential to obtain useful insights on some other factors vis-à-vis household income, e.g.
 - Demographics
 - Social exclusion and marginalisation
3. Provide a more disaggregated dataset than IHS2 –also factor in the effect of hazard

Combining Data Sets: Spatial

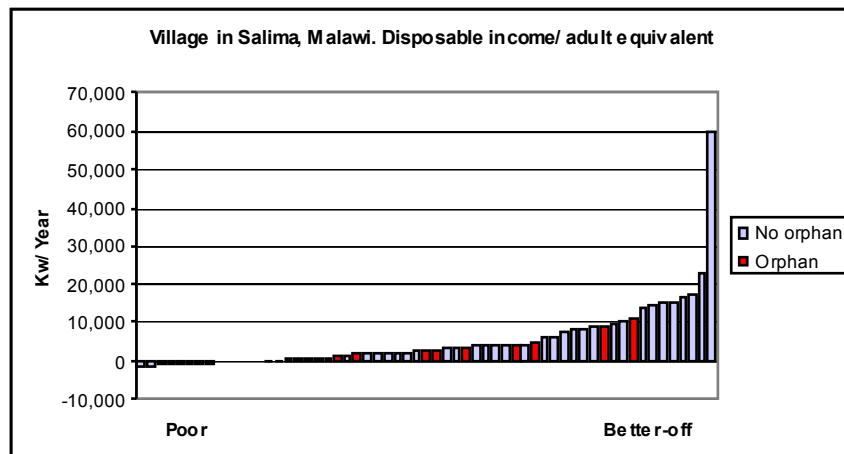


Option 2

- **Individual Household Method: to provide very detailed information on small populations**
 - 'Statistical' HEA
 - Good for small-scale (e.g. 1 district) -could be expensive for large-scale (depends on resolution required)
 - Can be used to calibrate other non-statistically derived information, e.g. option 2
 - Good for linking non-economic information and social criteria (e.g. demographic, illness, orphans, etc.) to economic status

Option 2

Discretionary income and households with orphans, Salima



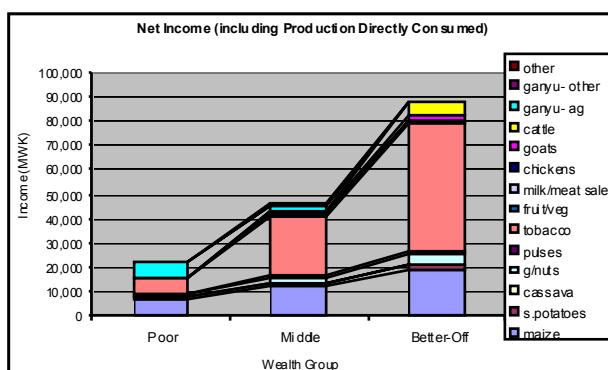
Option 3

- **Improved poverty estimates and targeting information at modest cost**
 - 'HEA+'
 - Use existing HEA data sets but to add two bits of information
 - Obtain production, food, income and expenditure information of the very poor and very rich
 - Rapid survey of Hhs –information useful for targeting: asset holding, demography, social characteristics of Hhs, e.g. orphans, 'capacity' including employment, disability and illness

Option 3 continued...

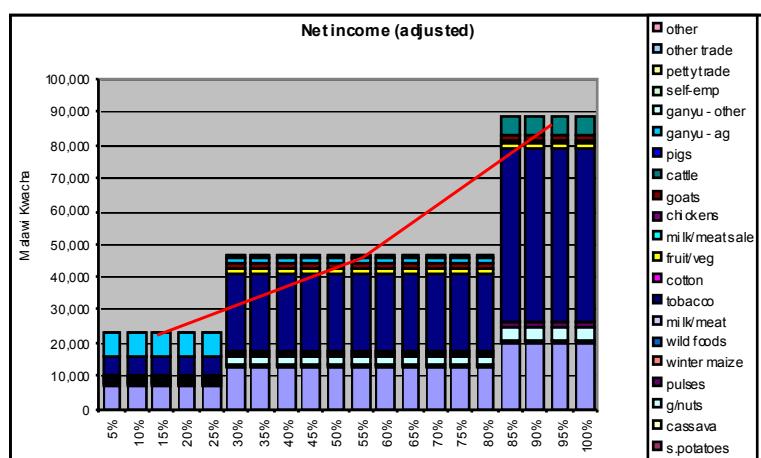
- Obtain production, food, income and expenditure information of the very poor and very rich to build income histogram

'Classic' baseline



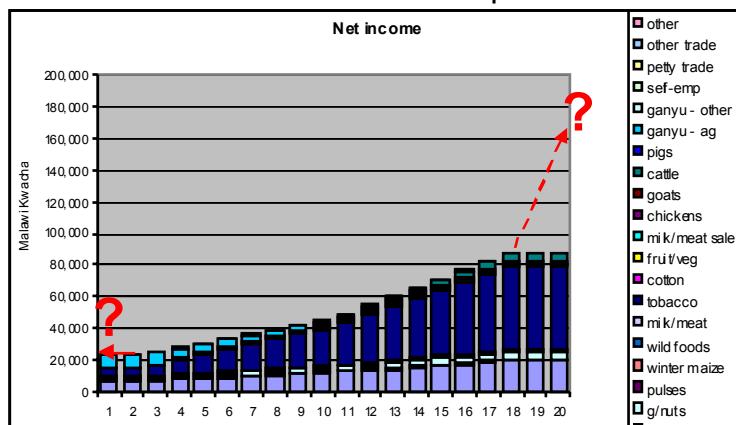
Option 3 continued...

'Classic' baseline adjusted



Option 3 continued...

'Classic' baseline improved



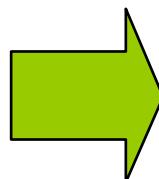
Implications for MVAC Operations

Currently

- MVAC analyses done 2x per year
- 'Jamborees' of technical people doing F/W and Analysis

Change

- Extra detail required means *outsourcing* pieces of work
- MVAC to be a *clearing house* for analyses



Needs

- Currently use a very basic set:
 - Staple (2100 kcal/p/d)
 - Modest non-staple food
 - Some soap, salt
 - Water
 - Minimum Health & schooling

Typical value (2003): K20,000

'Desirable' Needs

The Age of the MDGs:

- Food diversity
- Asset accumulation
- Access to Health Care: time, costs
- Water: time
- Schooling: costs (increase for 2ndary+)
- Home care: time

Value (2003): ~K60,000-K80,000

Entitlements

- The sum of all production, property and activities that Hhs can use to obtain their minimum needs
 - Assets and production, exchange
 - Idea that: 'right to life' → basic remuneration and access to services (for work or effort) that sustain life
 - Like 'property rights'



NOT: 'what people are entitled to'

HOUSEHOLD INCOME (2003: poorest 30%): K24,000

We still have a lot to do...

- Highlights why:
 - Poverty only improving marginally
 - Chronic malnutrition rates stubbornly high
 - Repeated catastrophes
 - Predictable transfers necessary BUT unrealistic to think they can cover ALL needs

Thank you



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