Government of Rwanda - World Bank Science, Technology and Innovation Capacity Building TA Program:

> Practical Solutions for Practical Problems

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# **Plan of Presentation**

- Guiding Philosophy
- What is STI Capacity?
- Government of Rwanda -- World Bank
   STI Capacity Building TA Program
- Key Findings
- Detailed Findings
- Conclusion



# **Guiding Philosophy**

- Rwanda will have difficulty achieving its growth, poverty reduction, wealth creation, and export diversification objectives unless it embarks on a concerted effort to build science, technology and innovation capacity.
- Investments in STI are necessities, not
   Iuxuries
- Rwanda is too poor to afford the luxury of NOT investing in STI



# What STI Capacity?



## **Five Dimensions of STI Capacity**

National (and local) government capacity to formulate and implement coherent S&T programs and policies

Production of new knowledge via R&D

Enterprise capacity to utilize knowledge to innovate and produce higher value added, globally competitive goods and services

Import, adapt, and adopt knowledge produced outside the country Technologically and scientifically skilled workforce trained to work with modern equipment and production processes

## Getting the Balance Right is Important!



# Government of Rwanda – World Bank Science Technology and Innovation Capacity Building TA Program



# **Starting Point**

- 90%+ of population are rural subsistence farmers with limited or no access to electricity or potable water
- Poor or non-existent infrastructure, very high electricity prices when it is even available
  - Per capita income of \$260/yr or \$0.71/day
  - Must rise by 40% just to reach \$1/day



# **Starting Point (2)**

 No sustainable poverty reduction or sustainable social programs without generating additional wealth
 No wealth generation without capacity to produce more knowledge intensive, higher value added goods and services
 Rwanda needs to focus on low volume,

high value, high quality production



#### **Challenges (From Vision 2020)**

Meet food security and nutrition needs

- Generate off-farm productive activities in rural areas
- Diversify the economic base
- Generate cash income for subsistence farmers

Improve access to housing, water, and sanitation services



## **Challenges (2)**

Improve access to electricity and reduce biomass use

Improve access to clean drinking water

Improve nutrition and hygiene

Reduce prevalence of Malaria and HIV-AIDS

Add value to natural resources and compete in knowledge-intensive market segments 11

# Work Plan

- Detailed consultation with ministries, agencies, donors, NGOs, rectors, research institute directors, training institutions, private sector associations, entrepreneurs, and Bank colleagues
- Preparation of detailed TORs for a series of Needs Assessments and Action Plans
- Assemble teams of local and international experts to conduct Needs Assessments



#### **Needs Assessment and Action Plan**

#### **Questions**:

What is Rwanda's current capacity?
What capacity does Rwanda need to address each issue?

- How can Rwanda build the requisite capacity?
  - Detailed action plan Finding Practical Solutions to Practical Problems



# Six Needs Assessments and Action Plans

- Appropriate Technology Development and Diffusion
- Food Processing
- Deliver clean water to rural villages
- Agriculture Productivity through Research and Extension

Geosciences and Geothermal Energy

Adding value to natural resources throughout value chain



# **Next Steps**

- DFID work commences
- Incorporate results of Needs Assessments and Action Plans into EDPRS
- Financial support for implementation via:
   ✓ PRSG
  - ✓ World Bank STI Capacity Building Project
    - ✓ Monitoring and evaluation
    - ✓ Private Sector Advisory Council
    - ✓ Active stakeholder involvement in preparation
      AND IMPLEMENTATION!!
    - ✓Link to DFID program and support from other donors including GTZ, UNIDO, JICA, etc.





#### Reforms in Individual Sectors are Necessary but Not Sufficient



#### STI Capacity Building: A Cross Cutting Issue







#### Cross-Cutting Nature of STI Capacity Building

Education and Human Resource Development (develop higher education, TVET, on-the-job training)

Agriculture and Rural Sector Development (develop cottage industry for packaging material from fiber crops) Building Capacity in Food Processing Industry Infrastructure

(develop transportation for perishable goods; power for processing units and cold storage)

Standards and Quality Assurance (develop capacity for testing, certification and compliance)

Private Sector and Industrial Development (streamline informal food processing units)

Business Regulatory Environment (improve ease of doing business, trade freedom, FDI incentives)

#### Capacity building is needed at all skill levels





Barriers to technology absorption and diffusion

## Public Private Partnerships are Essential

- The Government has an essential role to play in supporting essential research, providing basic education and creating an environment that will enable the private sector to create the jobs that will diversify the economy and generate wealth.
- But government investments in science and education will be wasted unless government capacity building programs are consistent with the needs and requirements of the private sector.



**Entrepreneurship**, Marketing, **Management and Worker Training** are Essential Elements of STI Capacity

□ STI capacity building is not just about research and development. It is also about ensuring that farmers and enterprises have the marketing, managing and entrepreneurship capacity to utilize new and existing knowledge to produce higher value added, more knowledge-intensive goods and services.

□ It also means ensuring that Rwandan workers have the necessary skills to perform more sophisticated tasks.



#### **Determinants of Enterprise Innovation**





## Implementation Capacity is Critical

- Because STI capacity building is a multisectoral, cross cutting issue, an effective capacity building program will put a premium on developing high quality implementation, monitoring, and coordination capacity within the Government
- Donor coordination and harmonization
- Private sector design and implementation



#### **Implementation Challenges**



# **Detailed Findings**



## STI Needs Assessment Appropriate Technology

Linking SMEs and public technology agencies to end users and clients: A Technology Diffusion Fund to support technology diffusion proposals originating from firms, public technology agencies, and NGOs

Building diffusion capacity in public agencies: Programs to build capacity in IRST and CITT for technology commercialization and diffusion capacity, and not just new development

Building capacity for appropriate technology through TVET: Technical and vocational courses in hydro-energy, food processing, health technologies

## STI Needs Assessment Geosciences, Geothermal

Building technical capacity in the government: A threeyear technical support program in MININFRA to lead to resource assessment, resource testing and development of a pilot geothermal plant.

Building applied research capacity in Geosciences: Setting a geosciences center of excellence in a Rwandan institution for underground water study, geothermal development, and mining development

On-the-job training and international and regional training programs for engineers from local drilling company and from Electrogaz power company, local geologists and KIST and NUR students

### STI Needs Assessment Food Processing

Capacity building in universities and linkage to industry: The establishment at KIST of selffinancing 'production units' in dairy, milk, meat fruit, vegetables, beverages, cereals, bakery & brewing

> **TVET training for food processing technicians** in hygiene, basic food science, food handling and hotel skills. The graduating students to build microenterprises in rural areas.

Building capacity in public regulatory agencies: Developing short, technical courses in KIST for Rwanda Environment Management Authority officials.

### STI Needs Assessment Value-Added Enterprises

Building technical skills for workers through enterprise-based training through a Training Grant Facility to fund targeted training modules in horticulture, coffee, silk, pyrethrum enterprises

Providing technical and financial assistance for technology searching and acquisition through a technology advisory service and a technology acquisition trust fund is recommended

Building product design and development skills through short and medium term courses outside Rwanda for local industry workers

## STI Needs Assessment Value-Added Enterprises (2)

Building capacity for soil management and organic production in horticulture enterprises through a proposed Rwanda Organic Production and Research Association working closely with local soil labs

Codifying existing expertise in value-added industries and linking it to technical institutions through published textbooks on specific topics (such as "coffee cultivation and washing") and linking these textbooks to technical and vocation school courses

## STI Needs Assessment Drinking Water

Building capacity in water technicians through TVET system: Technical and vocational courses for spring workers, mechanics, tap keepers and managers for building and maintaining water networks

Building capacity in public institutions: Training courses for Eletctogaz engineers in regional labs (Tunisia, Kenya) for water quality management and underground water assessment

Building capacity in universities: Linking physics and chemistry courses in KIST to hydrogeology courses in regional universities for students and Electrogaz engineers

# CONCLUSIONS



# There is No Choice: "The world is moving fast...with or without you!"

# Countries must develop the capacity to run faster



# Because sometimes, falling behind is not a viable option









# **THANK YOU**

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