

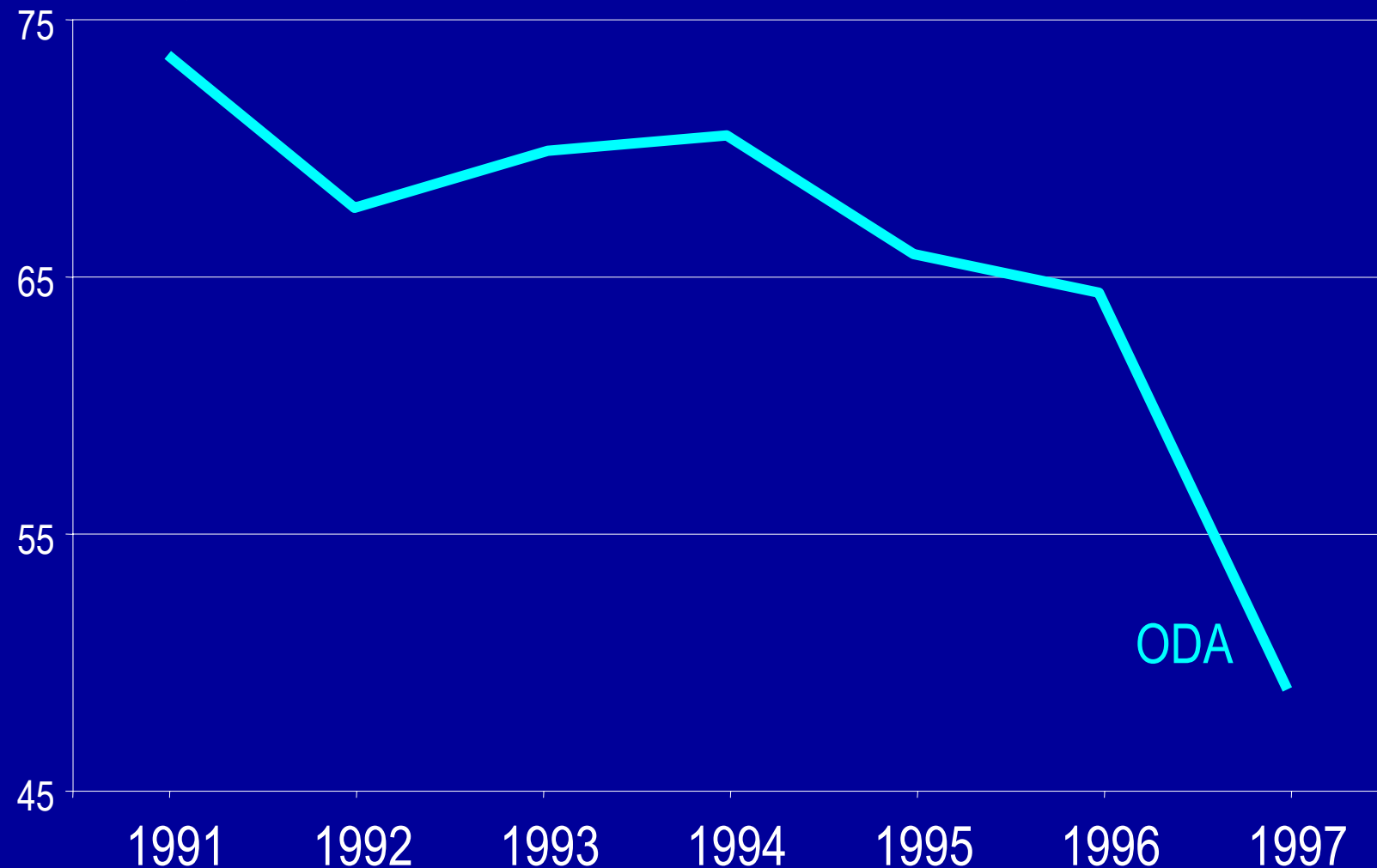
Assessing Aid

What Works, What Doesn't, and Why

Policy Research Report
Development Research Group
The World Bank

Official Development Assistance has declined by one-third

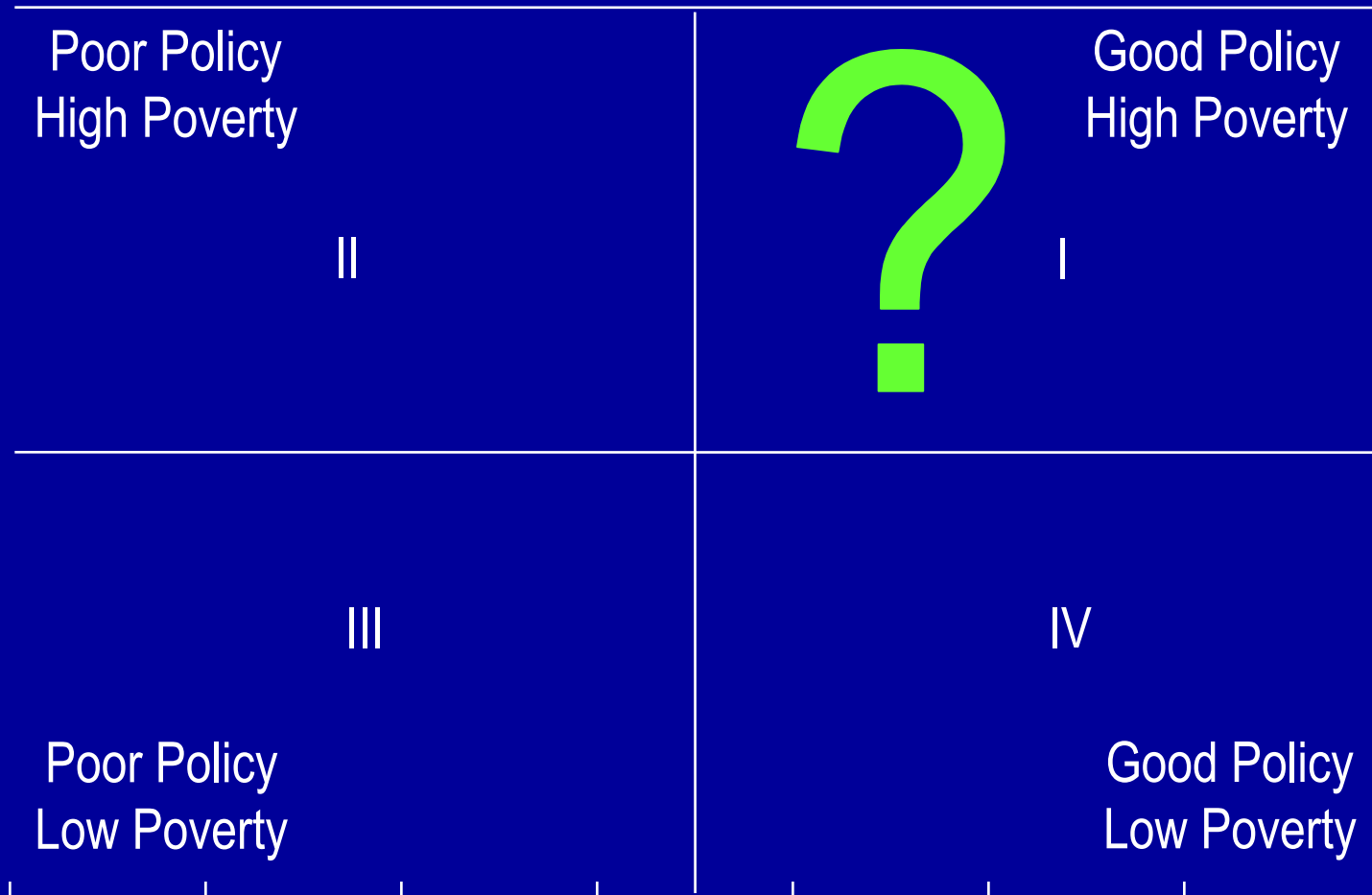
US dollars, billions



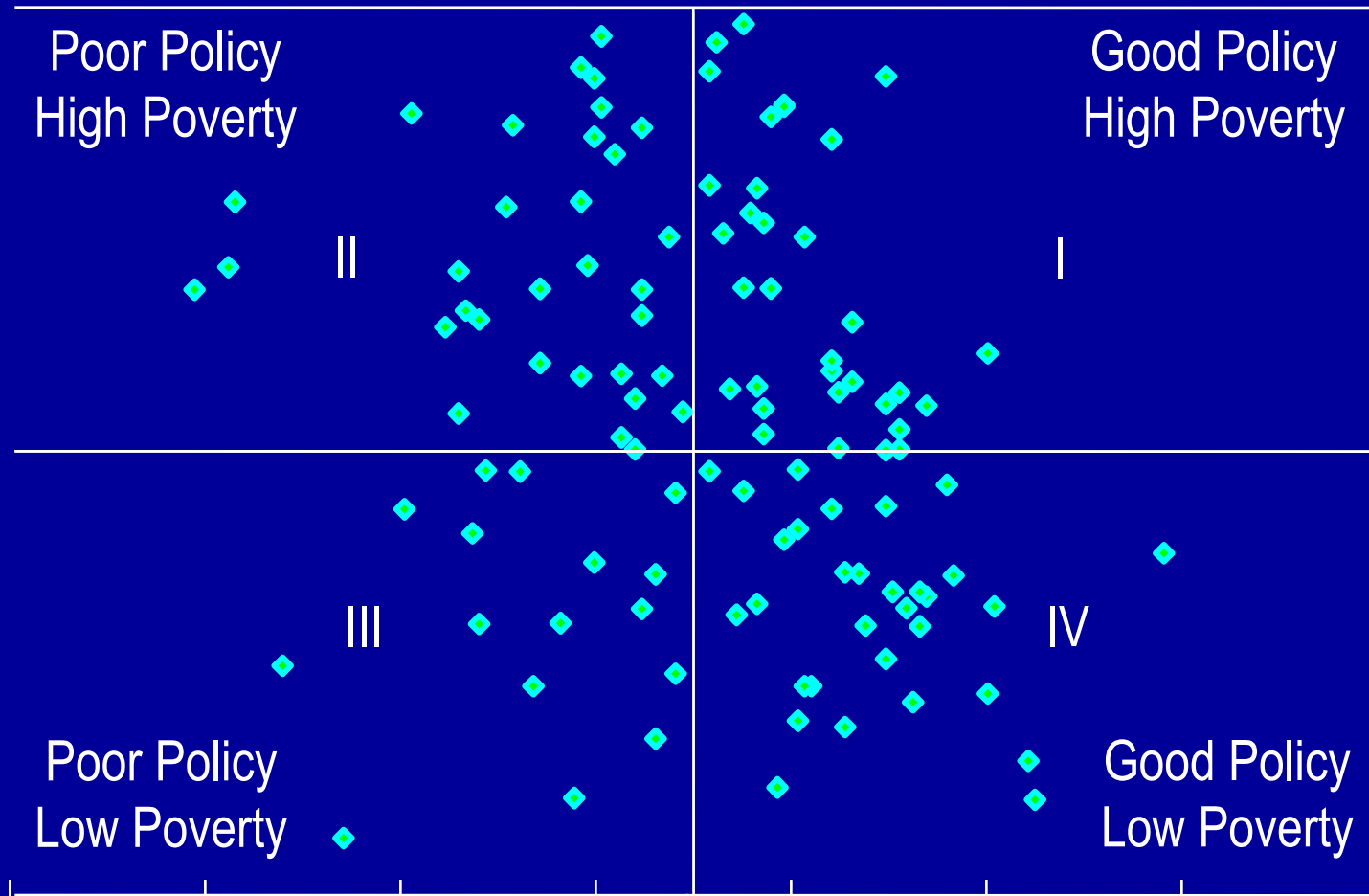
Assessing Aid

- Money works - once countries reform
- Ideas work better than money in
 - ◆ generating reform
 - ◆ improving public services

Poverty and Policy, 113 Developing Countries, 1996

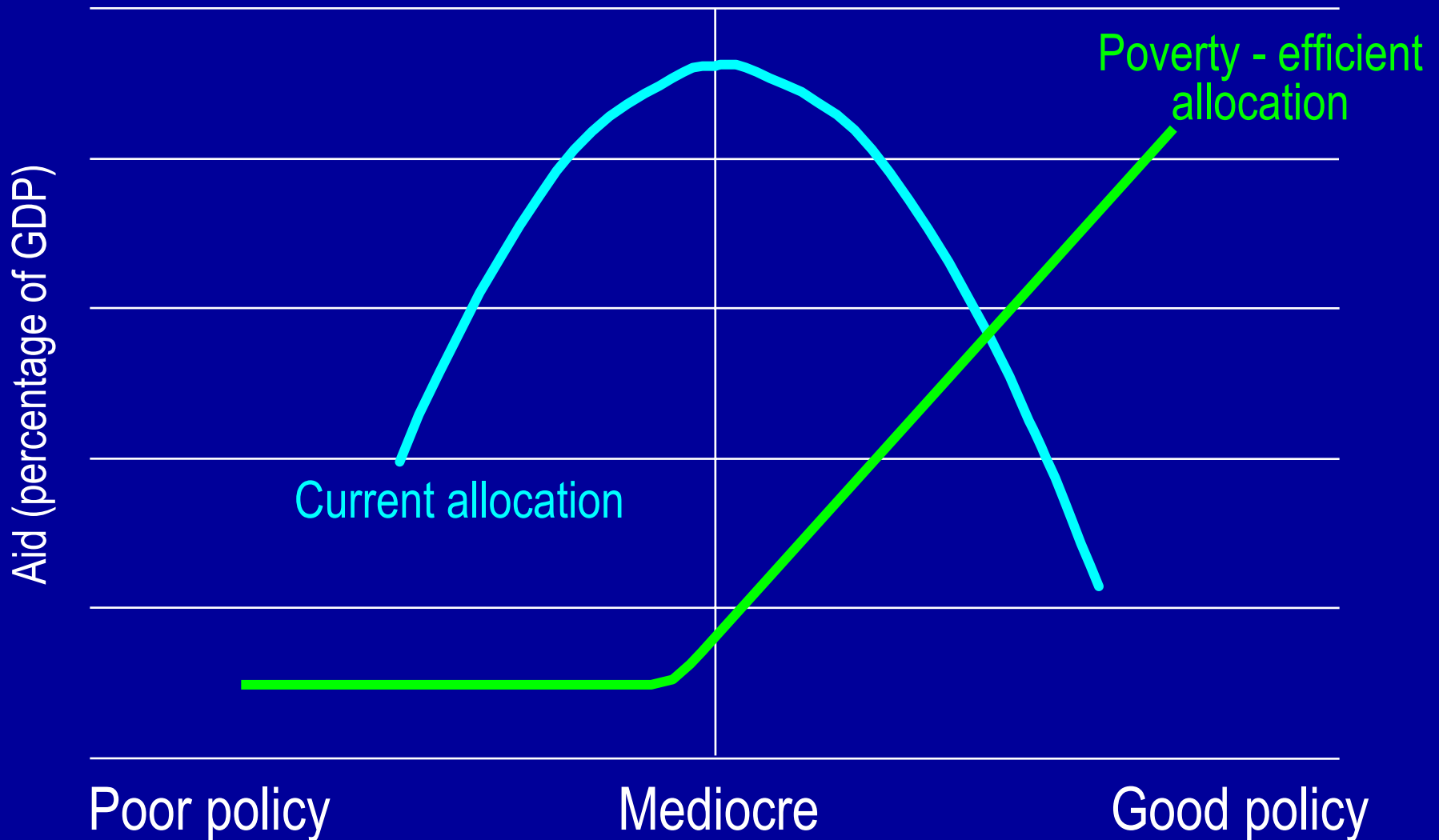


Poverty and Policy, 113 Developing Countries, 1996

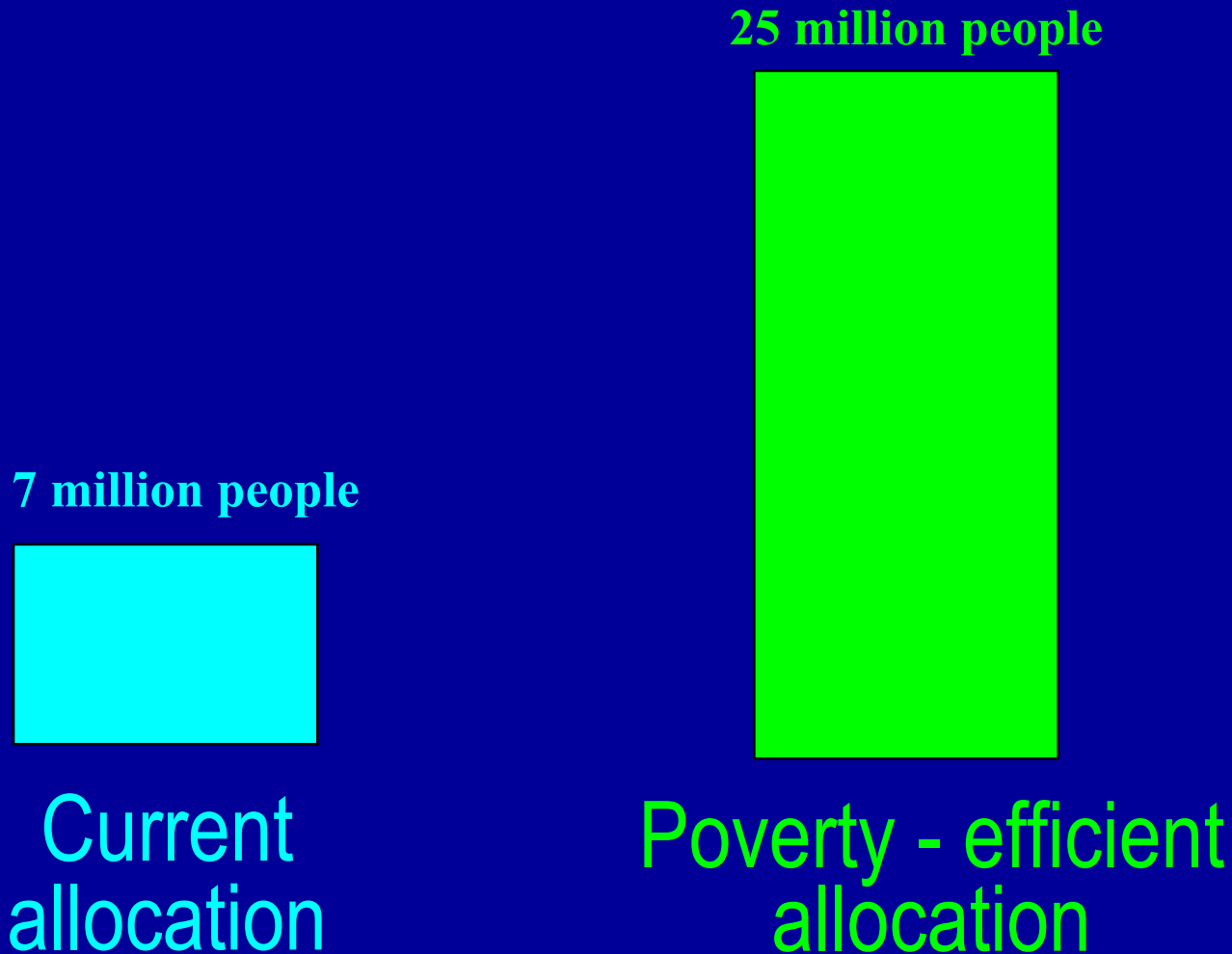


Aid tapers out with reform...

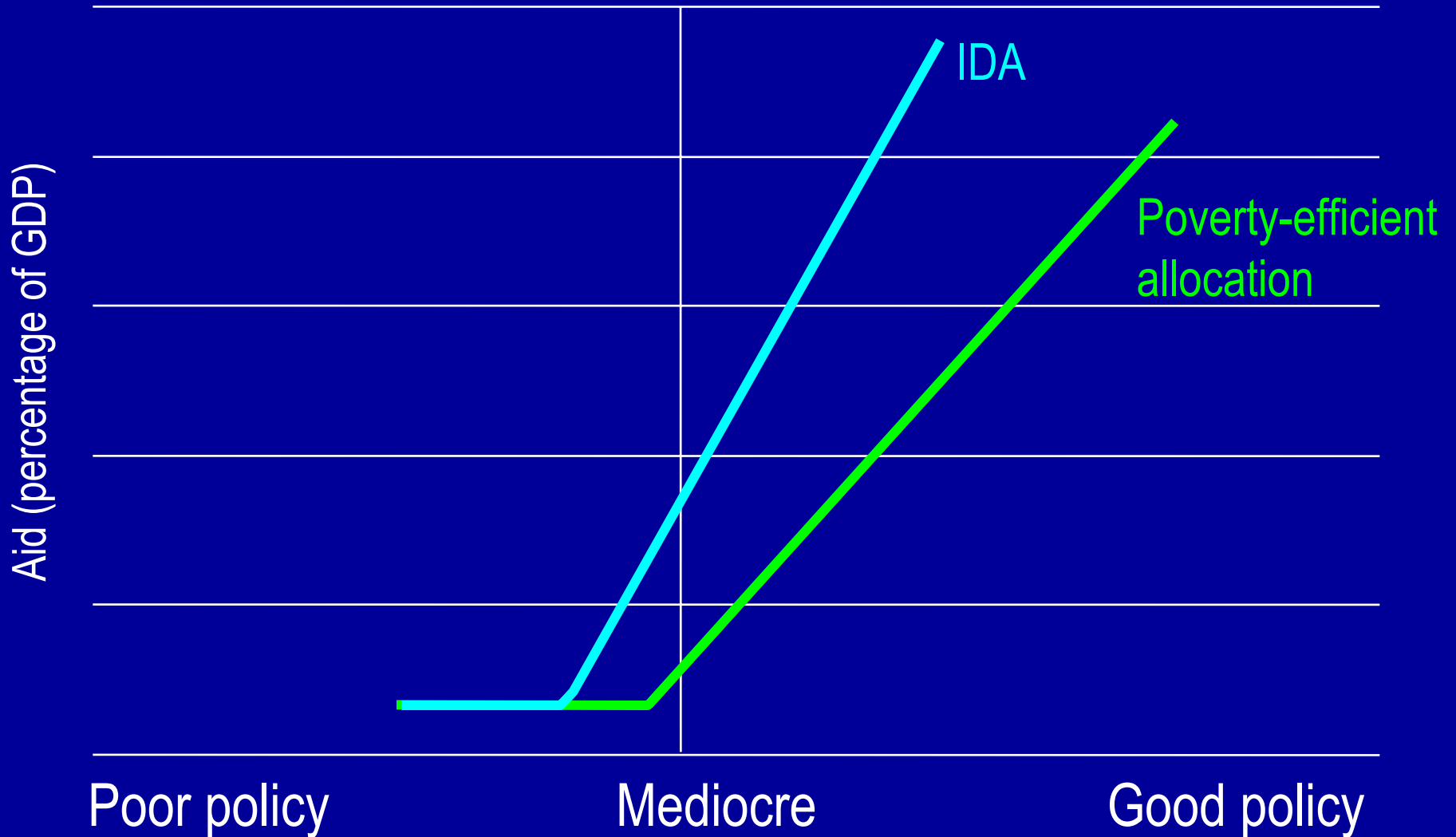
when *ideally* it should taper in



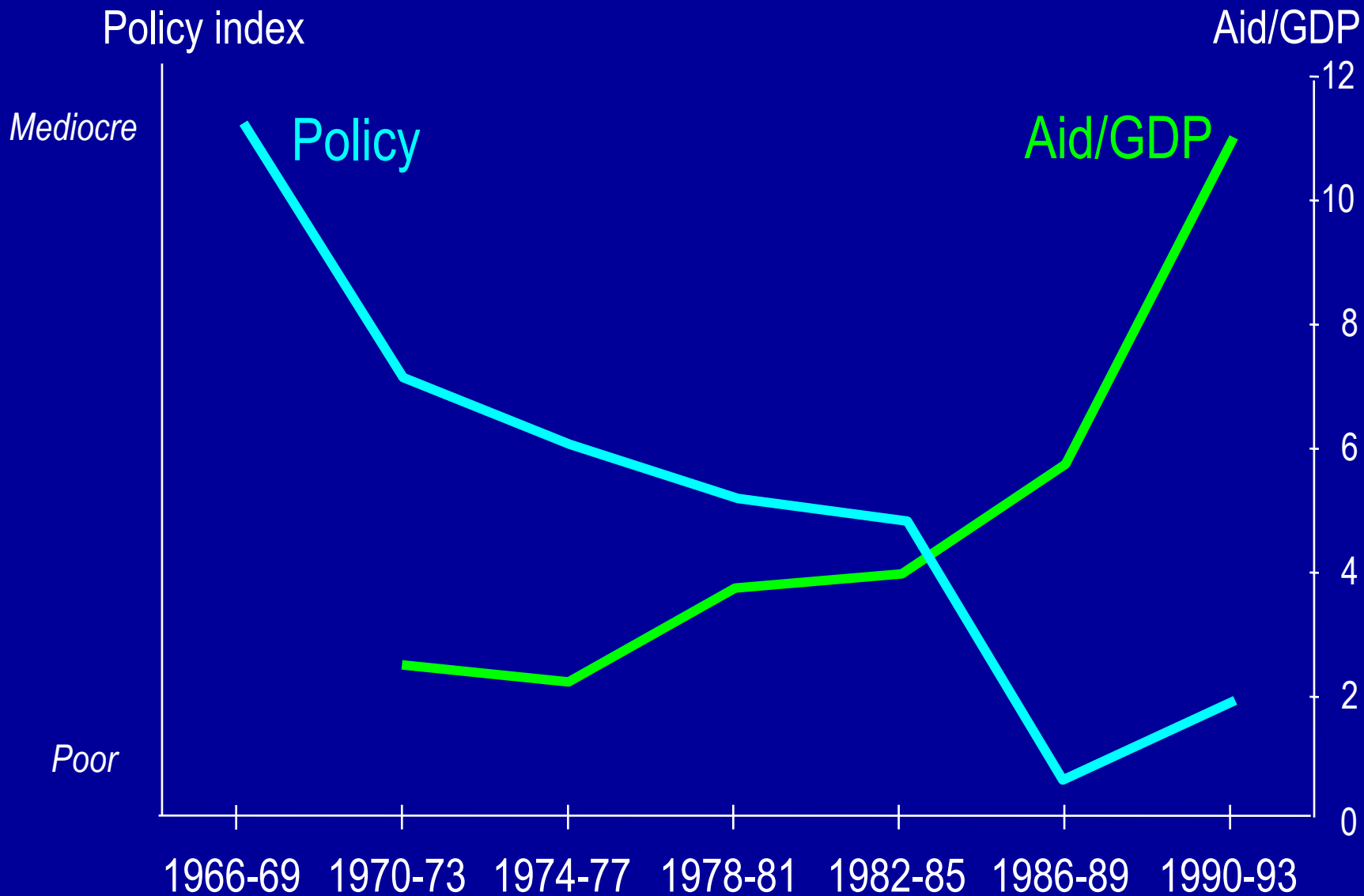
\$10 Billion in foreign aid could reduce poverty by:



IDA and Poverty-Efficient Aid



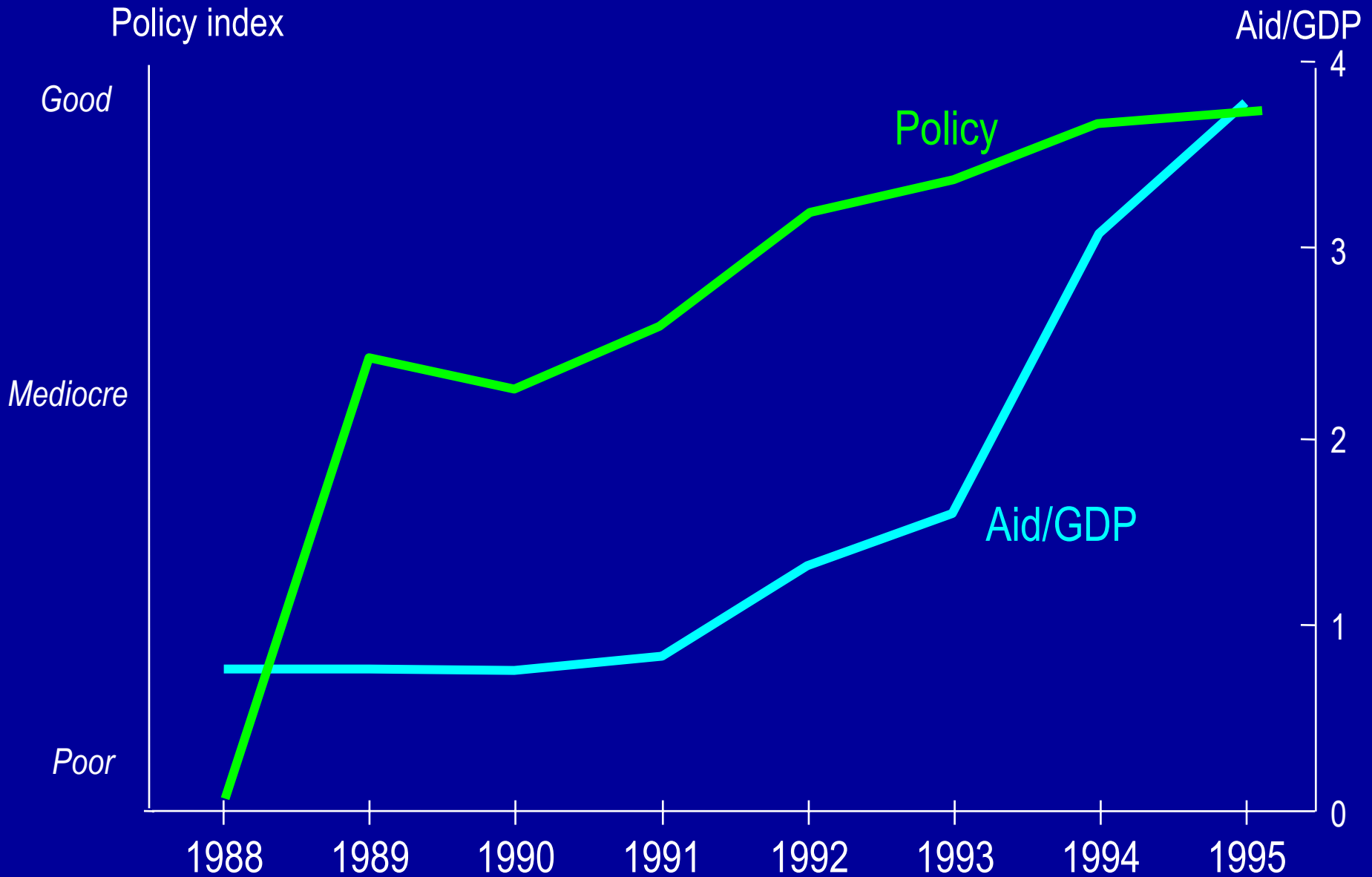
Zambia: Aid and Policy



Assessing Aid

- Money works - once countries reform
- Ideas work better than money in
 - ◆ generating reform

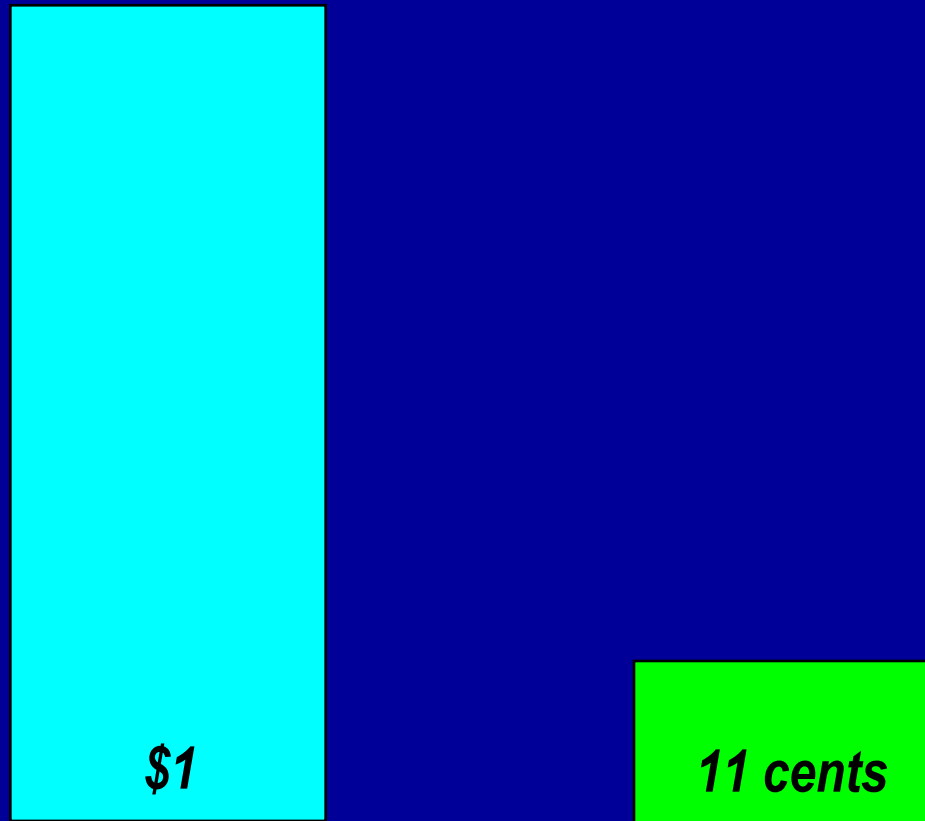
Vietnam: Aid and Policy



Assessing Aid

- Money works - once countries reform
- Ideas work better than money in
 - ◆ generating reform
 - ◆ improving public services

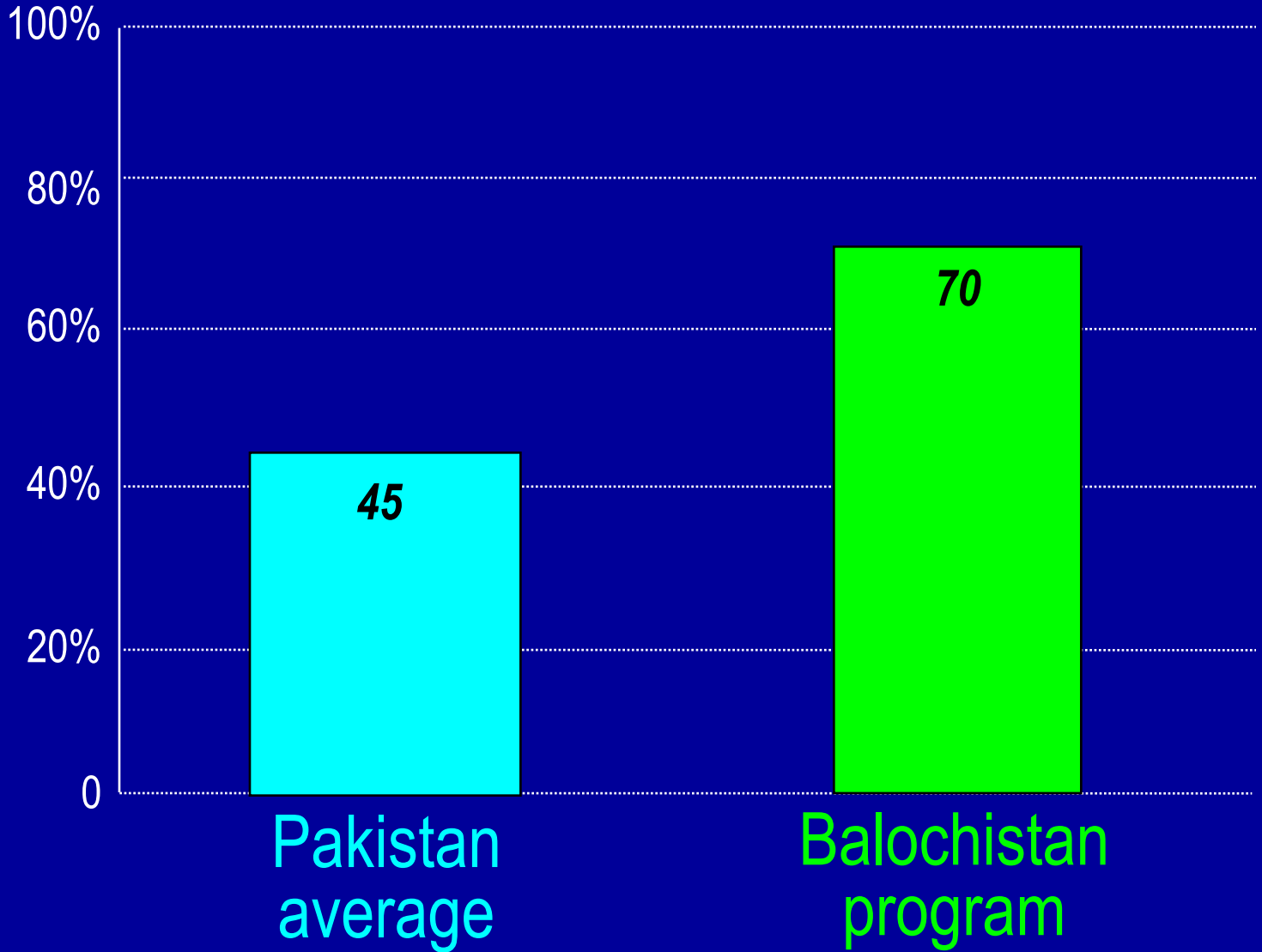
One dollar in aid for rural development ...
raises rural development spending by 11 cents



Success in rural water supply projects depends on whether donors promote beneficiary participation



Pakistan: School enrollment of 5-8 year old girls



Assessing Aid

- Money works - once countries reform
- Ideas work better than money in
 - ◆ generating reform
 - ◆ improving public services