



## Multidimensional Poverty Measurement Project in El Salvador

june 2013





#### **Contents**

- 1. Multidimensional Poverty
  Measurement Project in El Salvador:
  origin.
- 2. The path and go missing: synergies and opportunities.





## Defining the measurement methodology and the collection of information: the project idea

- The current measurement methodology of poverty: a limited approach to poverty
  - The oficial measurement methodology of poverty this based on income and selected goods and services.
  - The pattern that follows the "Basic Food Basket" was builded according to consomption patterns of the seventies





#### The project idea

- Although the current official measurement of poverty is based on an income approach,
  - The social programs of our government are based on a more integral conception of poverty that overcomes the income approach methodology by using other public policy tools
    - The methodological bases of the poverty map
    - The evaluation reports of the Solidarity communities program. This reports includes scholarity rates, failure rate, among others.





#### Advantages:

- Segregated maps and deprivation specific profiles (social policy)
- Possibility of multifunctional indicators of livelihood.
- Answers the perceptions on poverty measurement of the citizen.
- Offers policy makers a guided approach for their decision making





#### Possible limitations:

- The index is a complex indicator with many variables, which causes critical debates on the differents options of measurement methodology.
- Possibility that only the "aggregate indicator" obtains diffussion therefore loosing other important statistical information.
- Higher cost in collecting more information.
- Some deprivations can not be attended immediatly due to the lack of ressources.





#### The walking route.

Need to activate a participative process based on social dialogue in different levels.

#### Two advisory bodies:

- Advisory council and
- The Technical Committee
- Qualified professionals
- Academicals representatives
- Expertise in poverty
- Independent criteria





#### The walking route.

- Diverse strategical partners:
  - The Oxford Poverty and Human Development Initiative:
    - Mutidimensional poverty index in various countries
  - National Council on Social Policy Evaluation (CONEVAL, Mexico)
    - Regulation and coordination of social programs and public policy evaluation
    - Defines criteria for poverty measurement.
  - Department of statistics and census. Ministery of Economy
    - Responsible of planning, collecting and publication of statistics, demographical surveys and diverse official economical data.





#### The walking route.

- It has established a clear roadmap for decision making:
  - Household defined as a unit analysis with possibilities of measuring at an individual level.
  - Defining dimensions and indicators
  - Decisions on each threshold indicator. Line base for indicator that defines no deprivation
  - Defining parameters for each indicator





# ¿Which dimensions should be considered in the multidimensional measurement of poverty?





#### Path travel and future steps

## Identifying which dimensions?

- Bibliography
- Benchmarking
- Advisory Council and Technical Committee discussion
- Available statitical data
- Legal regulations and institutional criteria
- Consulting people in poverty condition

#### How to secure:

- Information sources
- Replicating for future measurement





## An inside look at poverty (work in progress)



Multidimensional Poverty Measurement Project in El Salvador





### Synergies and opportunities

- Synergies with the national modernization statistic project
  - Creation of a national statistic institute
    - Construction of an integrated system for household surveys Technical support of CEPAL and other agencies
- Various opportunities:
  - Overcome the income approach on poverty
  - Harmonize poverty measurement with social policy goals and the project of Social and development law.
  - Create measurement tools for specific group ( childhood)





#### ways to go

- Major components:
  - Construction of a Multidimensional Poverty Measurement methodology (2012–2013).
  - Creation of Multidimensional Poverty indicator (2013–2014).
  - National Capacity building in the public sector related to poverty measurement and statistics (2014-2015).





# Thank you