The Hon Dr Ken Lipenga MP Minister of Finance and Development Planning P.O Box 30049 Malawi

Cc: Joseph Mwanamvekha, Secretary to the Treasury
Twaib Ali, Assistant Director, Debt and Aid Division, Ministry of Finance

24<sup>th</sup> October 2011

Dear Minister Lipenga,

## Delivering aid transparency at the High Level Forum on Aid Effectiveness, Busan, 29 Nov – 1 Dec 2011

We, the undersigned agencies, networks and organisations, are writing to ask for your support in ensuring that donors reaffirm and deepen their commitments on aid transparency at the Fourth High Level Forum (HLF-4) on Aid Effectiveness in Busan. In this letter we set out why aid transparency is needed now; what we believe is achievable at Busan and in the Working Party on Aid Effectiveness process; and what we would like you to do before Busan.

The recent Evaluation of the Paris Declaration and the Monitoring Survey emphasize that transparency is the indispensable foundation for aid effectiveness and mutual accountability. Although donors and partner countries acknowledged this in 2008 by making several aid transparency commitments under the Accra Agenda for Action (AAA), the pace and extent of change, particularly regarding transparency for development results, has been "mostly slow to moderate". Public support for the "Make Aid Transparent" Campaign – already supported by 98 organisations and with thousands of signatures from 125 countries – shows how people around the world want their governments to deliver on these commitments.

As you know, off-budget aid flows have long been a challenge for partner countries in planning, budgeting and managing more effectively for domestic development expenditures. The International Aid Transparency Initiative (IATI) is the only vehicle for donors to deliver on their AAA commitments on aid transparency, conditionality and predictability. Partner countries have also recognised the need for ensuring compatibility of the common standard with their own budget systems, as reflected in the CABRI<sup>2</sup> Position on Aid Transparency. This compatibility would allow the alignment of aid information with country budgets, enabling partner governments to plan their resource allocation most effectively and supporting accountability processes at the country level.

We believe that aid transparency is an area in which donors and partner countries will be able to demonstrate real progress at Busan, with implementation of IATI being crucial to that success. This support for IATI or an IATI-compatible common standard was reflected in the Commonwealth Finance Ministers' Statement on Accelerating Development with More Effective Aid, agreed on 21<sup>st</sup> September. With less than 2 months to go before Busan, aid transparency must be recognised as a core theme and IATI as the primary vehicle for delivering this, embedded as a set of concrete, time-bound and measurable commitments in the final Outcome Document. In practice, this requires the following:

- All donors to publish comprehensive, timely, forward-looking data on all aid flows in a common, public and comparable format in accordance with the IATI standard by December 2015;
- All donors to publish implementation schedules by December 2012 in order to meet these commitments;

<sup>&</sup>lt;sup>1</sup> The Evaluation of the Paris Declaration – Final Report, May 2011, p. 20.

<sup>&</sup>lt;sup>2</sup> The Collaborative Africa Budget Reform Initiative (CABRI) is a network of senior budget officials in 22 African Ministries of Finance or Planning.

 Published information to use common definitions and formats that are compatible with partner countries' budgets and systems.

Your support in actively promoting aid transparency internationally will be vital before and during the Busan negotiations. We urge the Government of Malawi to:

- Encourage other partner countries to endorse IATI;
- call for more donors to sign up to IATI before HLF-4;
- request that donors release their implementation plans for the publication of aid information to the IATI standard.

IATI's feasibility for delivering aid transparency is now undeniable – donors accounting for 33% of reported ODA have so far declared their intention to publish to the standard by Busan. We look forward to working with you to ensure that this figure continues to grow and that HLF-4 truly delivers on aid transparency for citizens in both Malawi and in donor countries.

Yours sincerely

Access Info Europe – Helen Darbishire, Executive Director

Access to Information Programme Bulgaria – Gergana Jouleva, Executive Director

Alliance for Aid Monitor Nepal (AAMN) - Prabhash Devkota, Secretary and National Program Manager

Alliance Sud – Michèle Laubscher, Coordinator of Development Policy

Association for Women's Rights in Development (AWID) – Lydia Alpízar, Executive Director

Australian Council for International Development (ACFID) – Marc Purcell, Executive Director

Bahrain Transparency Society – Adulnabi Alekry, President

Bond - Nick Roseveare, Chief Executive

Cercle de Coopération des ONG de développement – Christine Dahm, Secrétaire générale

Christian Aid – Loretta Minghella, Director

CIDSE - Bernd Nilles, Executive Director

Demnet Foundation for Development of Democratic Rights – Robert Hodosi, Policy Officer

Deutsche Welthungerhilfe – Uli Post, Director of Public Affairs and External Relations

**Estonian Roundtable for Development Cooperation –** Ms. Piret Hirv, Secretary-General

Eurodad - Nuria Molina, Director

The Fight Against Corruption – Debbie Vogler, Chief Operating Officer

GlobalGiving Foundation – John Hecklinger, Chief Program Officer

Global South Initiative - Hansha Sanjyal, President

Gram Bharati Samiti – Bhawani Shanker Kusum, Secretary and Executive Director

**HAND (Hungarian Association of NGOs for Development & Humanitarian Aid) –** Ms. Tímea Gedeon, Director

Institute of Global Responsibility (Poland) – Marcin Wojtalik, Board Member

Instituto Mexicano para la Competitividad – Juan E. Pardinas, Director General

International Budget Partnership – Warren Krafchik, Director. Member of the IATI Steering Committee

KEPA - Timo Lappalainen, Executive Director of Service Centre for Development Cooperation KEPA

**Kurdistan Centre for Strengthening Administrative and Managerial Ability** – Shadan Mohammed Saeed, Executive Director

Lalenok Ba Ema Hotu – Christopher Henry Samson, Executive Director

Make Poverty History Australia – Tom Costello & Joelle Auffray, Co-Chairs

Misereor – Bernd Bornhorst, Head of Development Policy

New African Research and Development Agency – Lancedell Mathews, Executive Director

Oikos, Cooperação e Desenvolvimento – João José Fernandes, Executive Director

**OpenAid** – Claudia Schwegmann, Director

**Open Forum on CSO Development Effectiveness** – Brian Tomlinson, Member of the Global Facilitating Group. *Member of the IATI Steering Committee* 

Open Knowledge Foundation – Daniel Deitrich, Chairman Executive Board

Oxfam International – Jeremy Hobbs, Executive Director

Plataforma Portuguesa das ONGD – Pedro Cruz, Executive Director

Polish Humanitarian Action – Janina Ochojska, President

Publish What You Fund – Karin Christiansen, Director. Member of the IATI Steering Committee

Robert F. Kennedy Center for Justice & Human Rights – Lynn Delaney, Executive Director

Save the Children UK – Brendan Cox, Director of Advocacy

**SHERPA** – Maud Perdriel-Vaissiere, Managing Director

Socio Economic Rights and Accountability Project – Adetokunbo Mumuni, Executive Director

South African History Archives – Tammy O'Connor, Advocacy Officer

Tearfund - Matthew Frost, Chief Executive Officer

**Tiri** – Fredrik Galtung, Chief Executive Officer

**Transparency International** – Corbus de Swardt, Managing Director. *Member of the IATI Steering Committee* 

Transparency International Pakistan – Saad Rashid, Executive Director

Transparency Palestine – Hama Ahmad Zeidan, Director of Advocacy and Legal Advice Center

WaterAid – Margaret Batty, Director Policy and Campaigns Department

**World Vision International** – Beris Gwynne, Director of Global Accountability. *Member of the INGO Charter of Accountability Board and INGO Charter of Accountability Company representative on the CSO Open Forum on Development Effectiveness International CSO Advisory Group and the IATI Steering Committee.* 



































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