

CONCEPT NOTE FOR 13th FYP

GROSS NATIONAL HAPPINESS COMMISSION

मुलार्धिन्यान्यातः भुन् निर्मात हिंग्या सुन र्केंग्या।

DECEMBER 2021



Outline

Background

Main Objective & Strategic Thrust Areas

Planning Framework

Tentative Schedule for preparation of Draft Plan



Background

- Lack of skills/capabilities, diversification, value addition, new sources of growth, opportunities, low efficiency & productivity, kidu dependency, & hydropower potential becoming obsolete.
- Policy uncertainty, high administrative & opportunity costs, disparities/inequalities, lack of accountability, increasing corruption, uncertain future & changing global dynamics

Demographic Dividend

Economic &
Governance
challenges

Over 115,000 young citizens to enter workforce in coming decade. Working age popn. 615,000 by 2042. Outflow of young Bhutanese

Low GDP esp.

during govt

transition

GDP 4.8%- 2008 GDP 2.12%- 2013 GDP 3.06%- 2018 Low knowhow and capabilities

Significant changes in technological advancements & opportunities presented

Development approach is more of Sector/issue based

Weak system based development approach



Main Objective & Strategic Thrust Areas

SUSTAINABLE & PROSPEROUS ECONOMY AS THE MAIN OBJECTIVE, WITH FUTURE READY & WORLD READY PEOPLE/WORKFORCE, TO BE REALIZED AT THE EARLIEST, AND TO BE PURSUED MAINLY THROUGH;

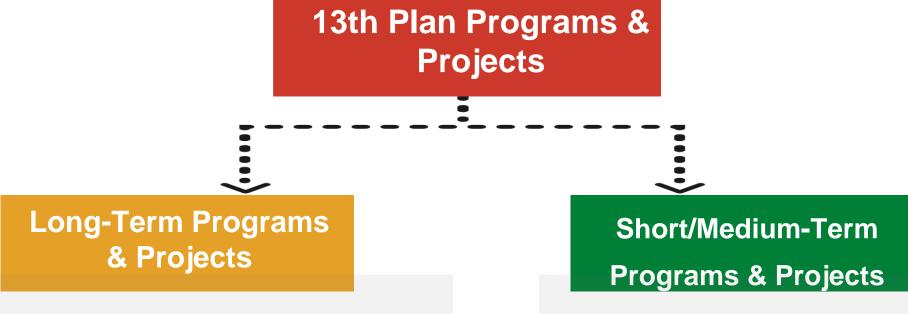
CREATING PRODUCTIVE/GAINFUL EMPLOYMENT, &

HIGH INCOME, & REDUCING INEQUALITIES INITIATING GROWTH PROMOTING POLICIES/REGULATORY REFORMS, TAKING MANUFACTURING TO THE NEXT LEVEL, ENHANCING REDUCTION OF ADM/REGULATORY BURDEN, & PROVIDING EQUAL COMPETITIVENESS, EXPORTS & INTEGRATION IN GLOBAL OPPORTUNITIES & ACCESS TO SERVICES MARKETS BUILDING HUMAN CAPITAL BY ENHANCING KNOWLEDGE/SKILLS, HYDROPOWER & RENEWABLE ENERGY GENERATION MAIN TARGETS; RESEARCH, INNOVATION, ENTREPRENEURSHIP, & TECHNOLOGICAL **ADOPTION & CAPABILITIES** GDP, GNI PER CAPITA, VALUE ADDITION & PRODUCT SOPHISTICATIONTRANSFORMING & GAINFUL BOOSTING INPUTS/ RESOURCE EFFICIENCY & OUTPUTS/ ECONOMY, CREATING NEW SOURCES OF GROWTH, **EMPLOYMENT** PRODUCTION OPTIMIZATION, & BUILDING DOMESTIC SUPPLY CHAINS **DIVERSIFICATION** HARNESSING SURPLUS & UNDERUTILIZED ECONOMIC CAPACITY. FACILITATING, SUPPORTING & HARNESSING PRIVATE SECTOR /CSO's COMPARATIVE ADVANTAGES & LOW HANGING FRUITS CAPACITY/ POTENTIAL & PARTNERSHIPS, ATTRACTING FDIs & TALENTS & IMPROVING EFFICIENCY OF SOEs.

PROMOTE & INSTITUTIONALISE CONCEPTS & APPROACHES SUCH AS INNOVATE FIRST REGULATE LATER, GOVERNANCE WITH LIGHT TOUCH, ONCE ONLY, FAIL SAFE TO FAIL FAST, ADAPT QUICKLY, & ONE STOP SHOP SERVICES



Planning Framework



- Spanning over 4-5 years or more
- Strategic projects of national importance
- Address sharp decline of growth
- Ensure sustained economic growth
- Funding to be earmarked mostly from development partners
- Adopt flagship program modality

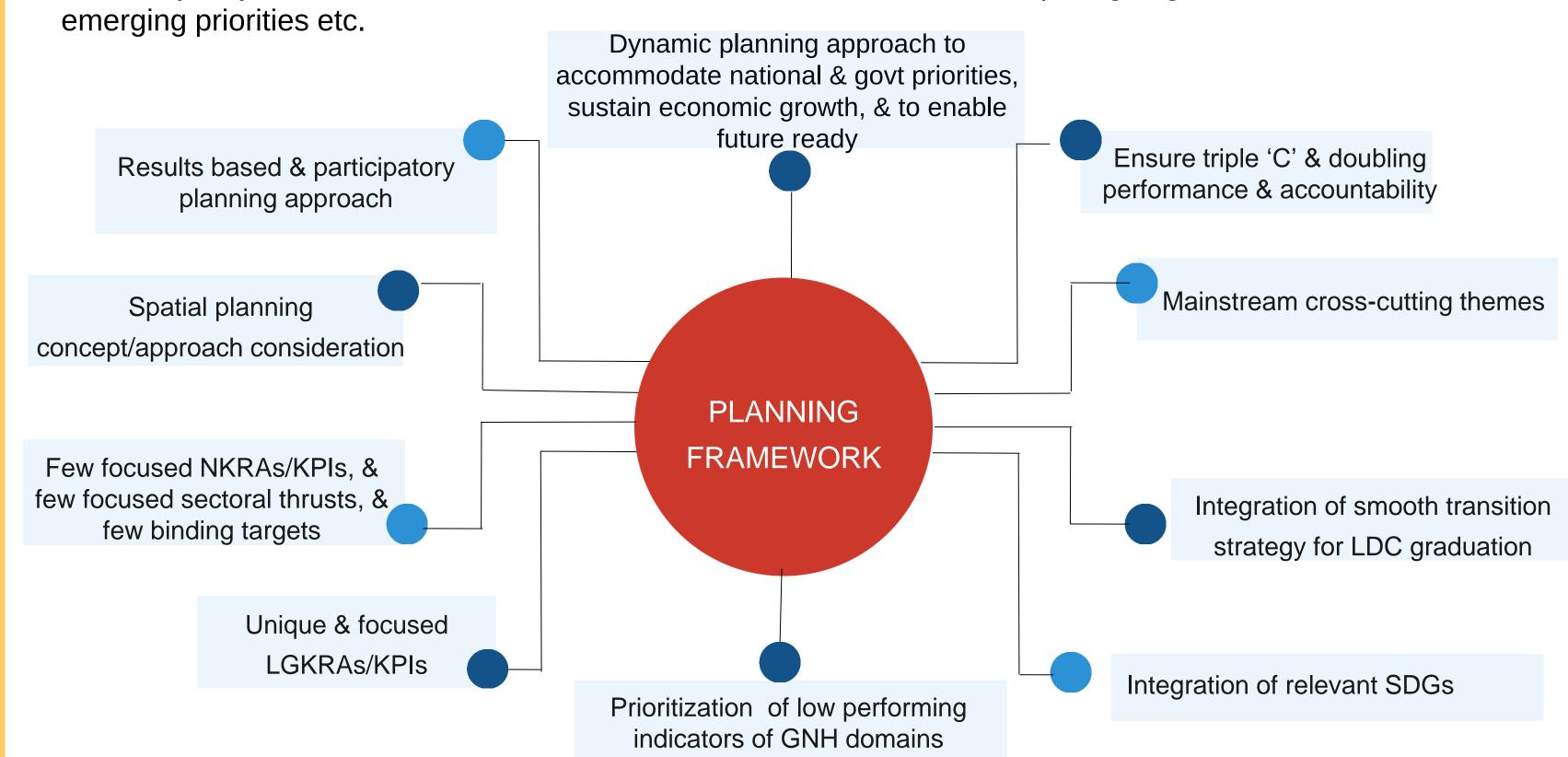
- Innovative, flexible & creative plans in line with govt/national priorities
- Funding to be from RGOB

Eg. Airports, railways/trains, highways/tunnels, digital/IT hubs, SEZs, growth centers, educational/vocational institutions, hydropower & renewable energy for which DPRs & blueprints to be prepared with cost-benefit analysis



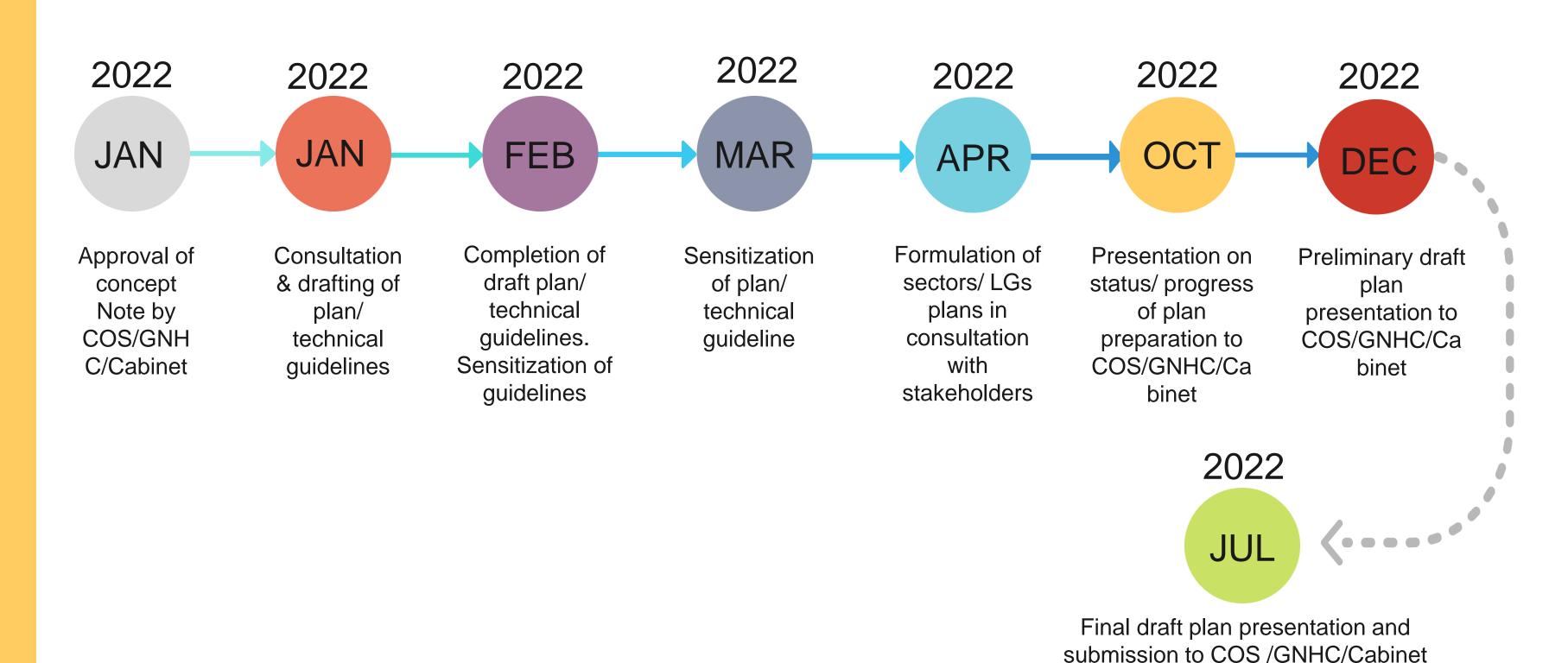
Planning Framework

 Guided by Royal Addresses, Constitutional Mandates, Economic Roadmap, ongoing reforms & emerging priorities etc





Tentative schedule for 13th Plan Preparation





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