#### Effective and Transparent Management of Public Land:

Experiences, Guiding Principles and Tools for Implementation

Willi Zimmermann Germany

FIG / FAO Seminar on State and Public Sector

Land Management

Sept 2008, Verona

# Effective and Transparent Management of Public Land

- The big picture
- The range of problems
- Towards a framework for effective and transparent public land management
- Accountability chain: building a framework around good practices
- What could be done at international level
- What could be done at country level

#### The global picture on nominal state land ownership

- Nominal: 37 % of the planet is "owned" by around 147 states (China, Singapore, Cuba, Israel, Ethiopia, Russia (ultimate ownership, all land belongs to the state)
- 21 % of the planet is "owned" by 26 monarchs holding ultimate ownership (The King of Saudi Arabia, the Pope in State of Vatican; King of Thailand; King of Jordan.....)
- Around 30 % of all land is common property either as recognised land tenure category (Uganda) but mostly as property right on state land

#### Nominal: all land is state land in many countries De facto: Private and common rights are granted

- Tanzania: All land is vested in the President
- Indonesia: Land is controlled by the State to achieve prosperity of the Indonesian people
- Although the State is nominally the owner, long-term property and use rights have been granted
- What is the content of the rights and how robust are they? Rule of power practices?

### Need for clarifying property relationships and hierarchies of tenure models

- Definitions of property categories are not homogeneous in social science, law and technical disciplines
- Bundle of rights metaphor can help to identify and manage the many possible partial interests associated with the management of public land
- Public land management means holding, acquisition, disposition and allocation of state and public property for economic, social, cultural, environmental and development objectives

#### The Range of Problems

- Political interference in management, allocation and acquisition of public land
- Vested interest of powerful people lead to strong resistance for improved governance
- Lack of policy orientation (Land Policy, Fiscal Policy, Central versus local level)
- Lack of information about where is what
- Fragmented institutional arrangements (often on purpose)
- The state does not protect its property
- Central level interests over-ride local resource rights

#### Public land deals in the spot light:

- Global survey on Human Right violations through forced evictions on state land (Cohre www.cohre.org)
- Land grabbing in Kenya, <u>www.hrw.org</u>
- Mining concessions on state land violating common property rights (ILC)
- Illicit value-added public land swaps
- Central government allocations over-ride local common property rights (OXFAM)
- Beneficiaries of land allocation are mainly politicians and a privileged minority (IIED)

### Searching for good experiences and lessons learned

- Only few countries did explicitly and comprehensively tackle the deficiencies of their public land management system (Canada, New Zealand)
- Little information is available on such reform processes compared to land administration and land management in general
- Governance and Effectiveness in Public Property Management is work in progress; there is a long way to go

### Towards a framework for effective and transparent public land management

- Policy orientation and strategy
- 2. Reforming the regulatory framework
- 3. Enhancing the tool box
- 4. Regularization processes
- 5. Compulsory acquisition (fair and just)
- 6. Complementary governance support
- 7. Land management rules for public property
- 8. Options for institutional arrangements
- 9. Fiscal management, audit, performance indicators
- 10. Inventory and information system
- 11. The role of civil society
- 12. Building the capacities

#### Towards a framework for effective and transparent public land management

- 2. Reforming the regulatory framework
- 4. Regularization processes
- 5. Compulsory acquisition (fair and just)
- 6. Complementary governance support
- Land management rules for public property
- 8. Options for institutional arrangements

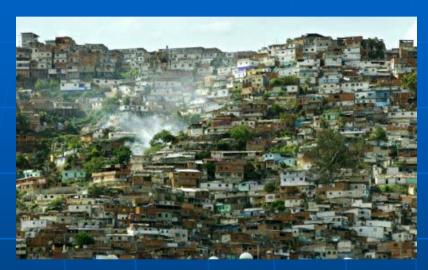
### (2) Reforming the regulatory framework Human Rights, Sust. Dev. Principles, MDGs

- Defining public property and classifying/reclassifying public property
- Regulations for disposal, allocation
- Compulsory acquisition and resettlement regulation (fair and just), anti-eviction rules
- Land exchange (land swap) regulation
- Contracts (regulation for concessions and contracts such as disclosure, public display, right to appeal), contract law compliance
- Content of rights to be registered !!, partial interest, bundle of rights
- Mechanism for dispute resolution, recovery of public land?, the right of appeal

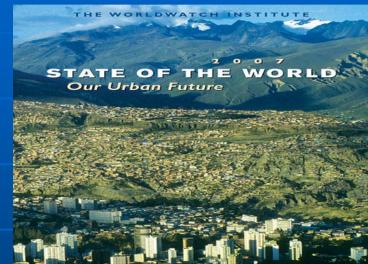
### (4) Regularization of public property is an important governance procedure: Why?

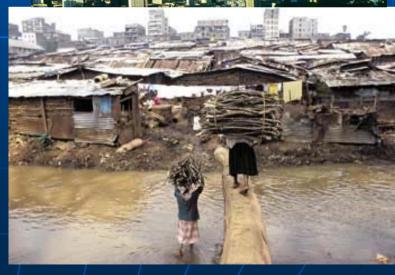
- Existing cases of invasion
- Informal settlements in rural and urban public land
- Public land often cannot be located
- Appropriation of public right of way
- Fuzzy boundaries and unclear bundle of rights in natural resource tenure
- Partial interest and clarification of hierarchies
- Concession areas on public land are not demarcated and are unclear

2005: 1 Billion People live in slums, 30 % of urban population 2025: 1,8 Billion people will probably live in slums Priority for Regularisation of informal settlements on public land









#### 5 Compulsory Acquisition is a governance issue Lessons learned Ethiopia: Source: A. Hilton, FIG 2007

- Large number of expropriations, 'Public Purpose' is widely applied, including for private purposes and investments
- No right of appeal against the 'purpose' of the expropriation
- Township/Urban Expansion represents a large proportion of expropriation cases
- Farmers have little knowledge of their rights
- No compensation paid for 'communal' land
- Acquiring Authorities had insufficient funds
- Compensation payments too little to sustain life after eviction, 57% increase in poverty

# (6) Complementary governance support: General Auditor, Judiciary and / or Anti-corruption Agencies:

Best practices: Hong Kong, Uganda, Botswana DCEC www.gov.bw/government/dcec/

Land Administration professionals must (i) be protected from power pressure and (ii) must comply with a professional code of conduct (such as declaration of assets)

Three proposed attack principles:

Three pronged attack principles:
Investigation, Prevention and Education

# (7) Public Land Management and common property

- Public land and common property regimes
   State common property, clarification of resource rights, bundle of rights
- Security of tenure: What secondary rights can be registered and what should be left for participatory Land Use Planning
- Co-management models in NRM and concessions (the concept of sharing power)
- Common property regimes, case studies 2005 (FAO, IFAD, CAPRI, ILC)
- Governance principles and rules for concessions and contracts

# (8) Options for effective and efficient institutional arrangements

There is no universal model but a state of active institutional/organizational evolutions

- Oversight body at a high government level
- Centralized approach through specialized government agency
- 3. Central level custodian model
- 4. Decentralized management model
- 5. Special purpose cooperation
- 6. Contract-based trust management (PPP)
- 7. Mixed model for (i) normative task, (ii) institutional/organizational enforcement and (iii) management and operation

#### What could be done at international level

- Create awareness and generate synergies between Land Governance initiatives and public sector reform
- Develop guiding principles for international cooperation (based on good practices)
  - Compendium on public land legislation
  - Public Land Management Practice guide for implementation
- Exchange of experience for project design (Land projects including "all Land")
- Knowledge management: update statistical information and analysis on public property
- Provide training options
- Promote action research on specific topics

#### What could be done at country level:

- 1. Awareness and recognition in Governments
- 2. An explicit public land policy is developed (balancing social, economic, cultural and environmental functions of public land and define surplus
- Reforming the regulatory framework and making it coherent
- 4. Accountability chain and performance benchmarks are established
- 5. Fiscal management and auditing procedures are transparent and accessible
- Options for the institutional landscape and stakeholder model (custodians) are discussed and developed

#### What could be done: continued

- Government property board (oversight body) is set up to lead and integrate strategy
- 8. Co-management models are tested (central-local, PPP, the commons)
- 9. Information system and knowledge network is established
- 10. Public land management practice manuals are developed
- 11. Specific training is provided
- 12. Civil society has to play a role (public land should be held in trust of the people)