



**AFRICA CENTER
FOR STRATEGIC STUDIES**

Session 6: Resources for National Security Strategy

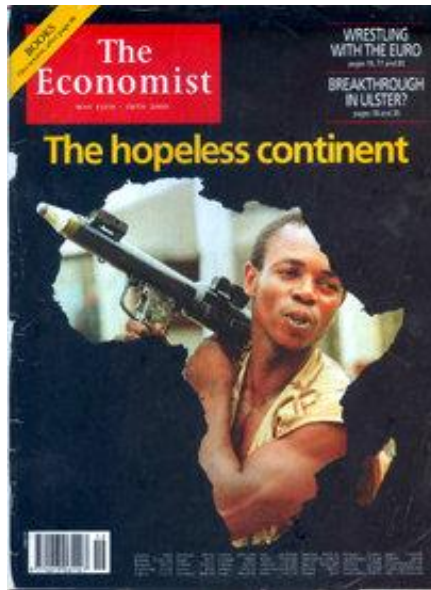
Dr. Raymond Gilpin

Overview

- Recent Economic Growth Trends
- Importance of Resource Management
- Unpacking the Nexus
- Security for Whom?

Evolving Perspectives

2000



2011



2013



Conflict Trends

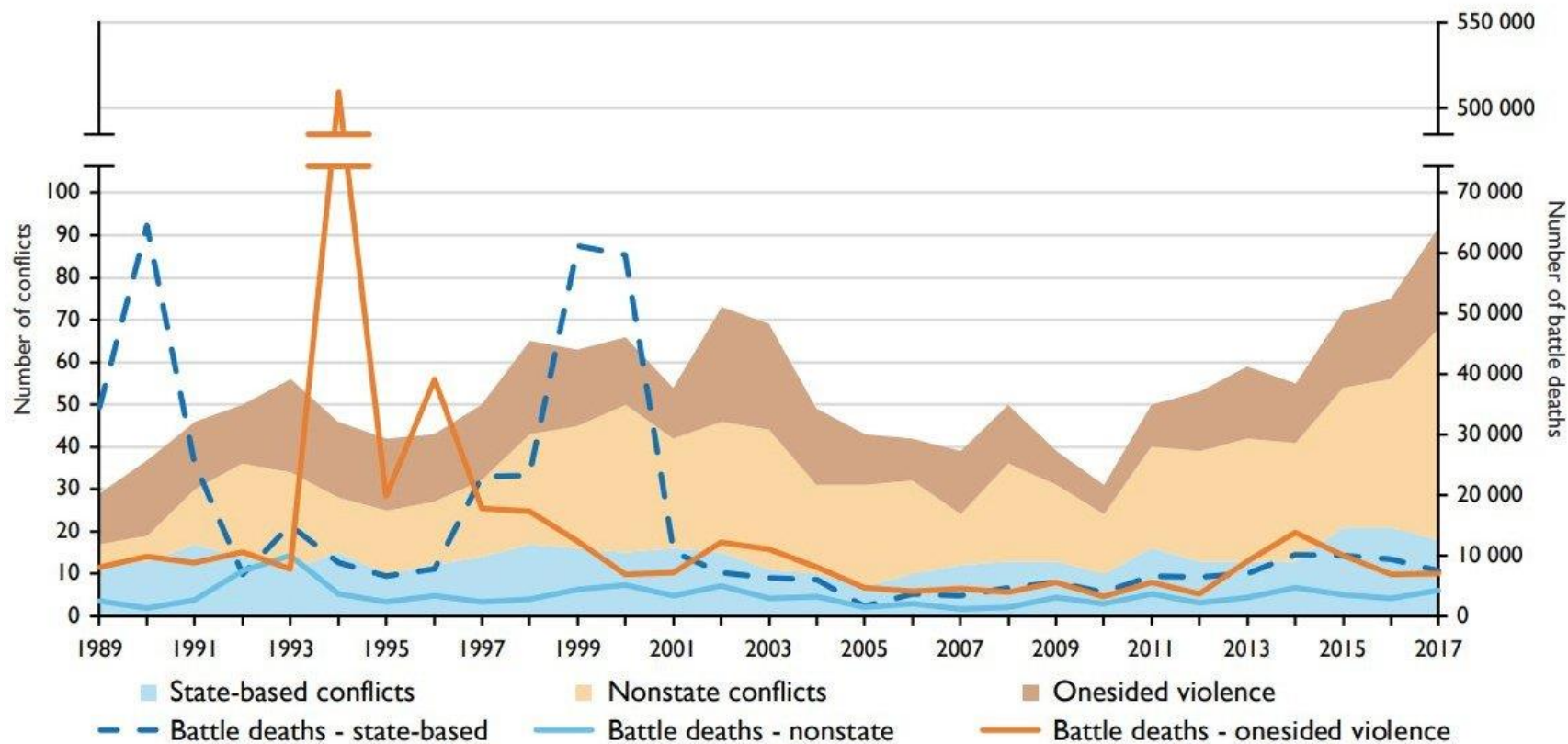


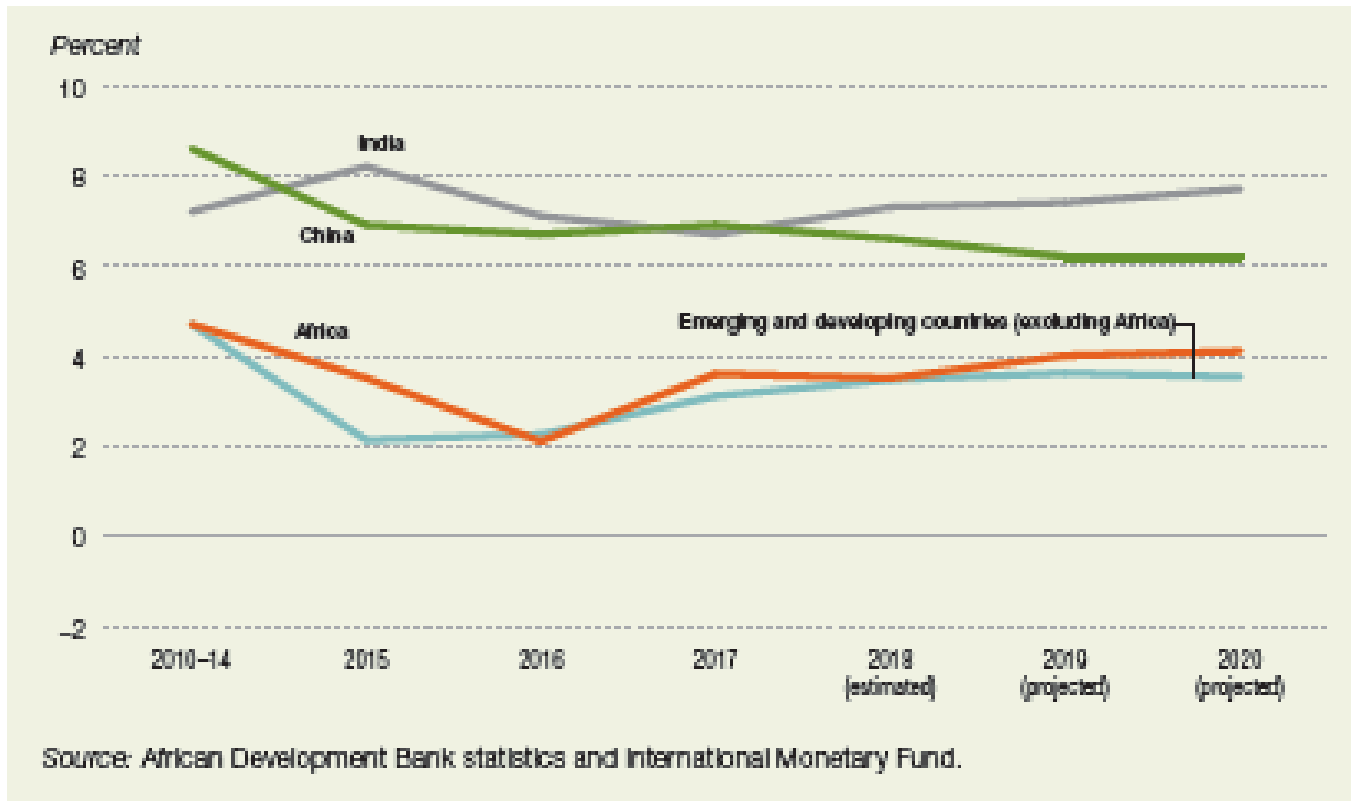
Figure I: Conflict types and battle deaths (trends over time). Data source: UCDP/PRIO database

Source: <https://twitter.com/pdwilliamsgwu/status/1015288937663823872>

Critical Thinking

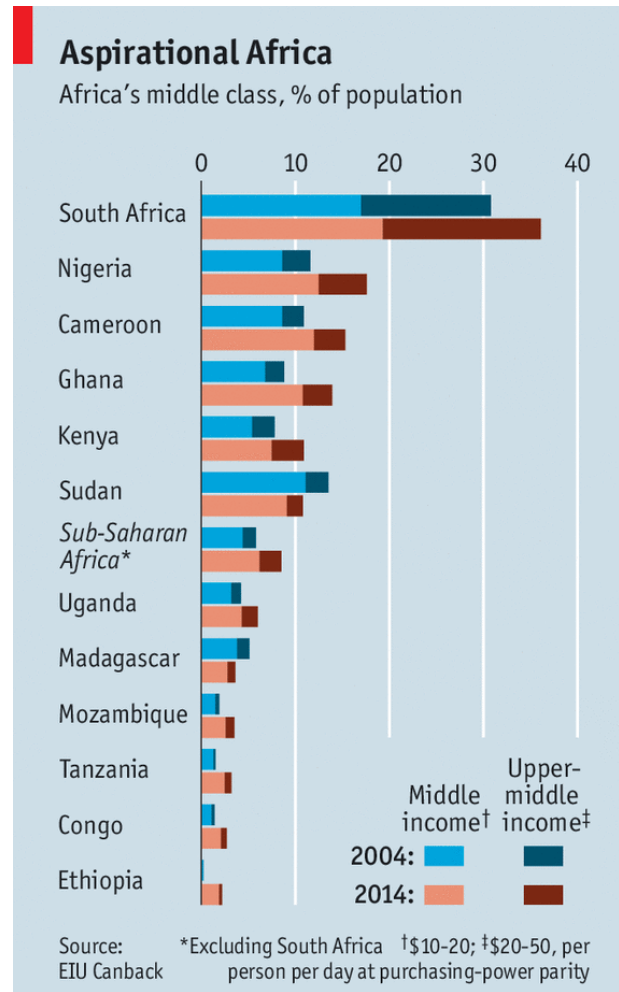
Simple	Boiling an egg <ul style="list-style-type: none"> <i>a. Recipe</i> <i>b. Results</i> <i>c. Replicate</i> 	The old approach <ul style="list-style-type: none"> <i>a. Identify current issue</i> <i>b. Apply template or best practice</i> <i>c. Expect results</i>
Complicated	Building a plane <ul style="list-style-type: none"> <i>a. Plan</i> <i>b. Personnel, Partnerships</i> <i>c. Adequate resources</i> <i>d. Product</i> <i>e. Replicate</i> 	The current approach <ul style="list-style-type: none"> <i>a. Analyze current issue</i> <i>b. Secure assistance</i> <i>c. Encourage partnerships</i> <i>d. Apply template or best practice</i> <i>e. Expect results</i>
Complex	Raising a child <ul style="list-style-type: none"> <i>a. Observe and Learn</i> <i>b. Understand resources</i> <i>c. Iterate</i> <i>d. Adapt</i> 	A preferred approach <ul style="list-style-type: none"> <i>a. Understand the issues</i> <i>b. Learn from ecosystem</i> <i>c. Strengthen teams and institutions</i> <i>d. Iterate and adapt over time.</i>

Recent Economic Growth



Source: 2019 African Economic Outlook

Growth and Inequality



Economist.com

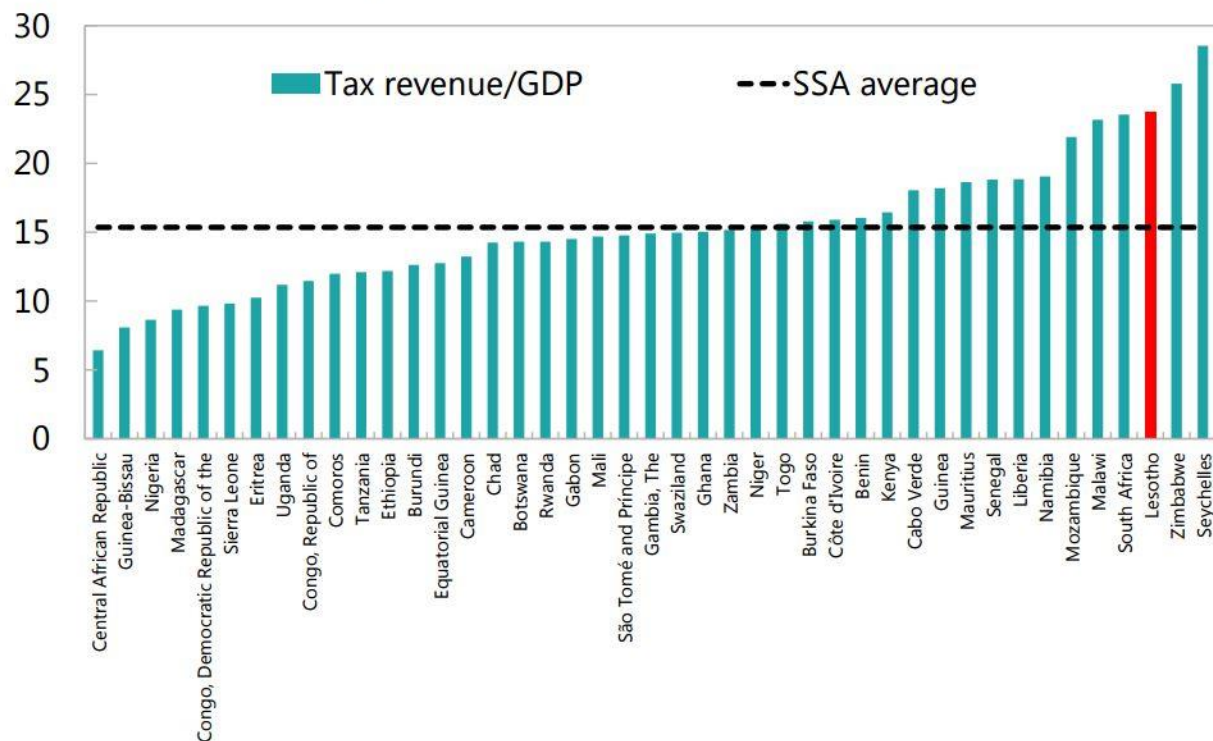
Revenue Sources

- **Domestic**
 - Taxation
 - Borrowing
- **External**
 - Bilateral (*friendly governments*)
 - Multilateral (*international organizations: UN, IMF, World Bank, African Development Bank*)
 - Commercial (*firms operating in the country*)

The Tax Effort

Tax Revenue

(percent of GDP, average 2012-14)



Note: excludes SACU revenue for Botswana, Lesotho, Namibia and Swaziland.

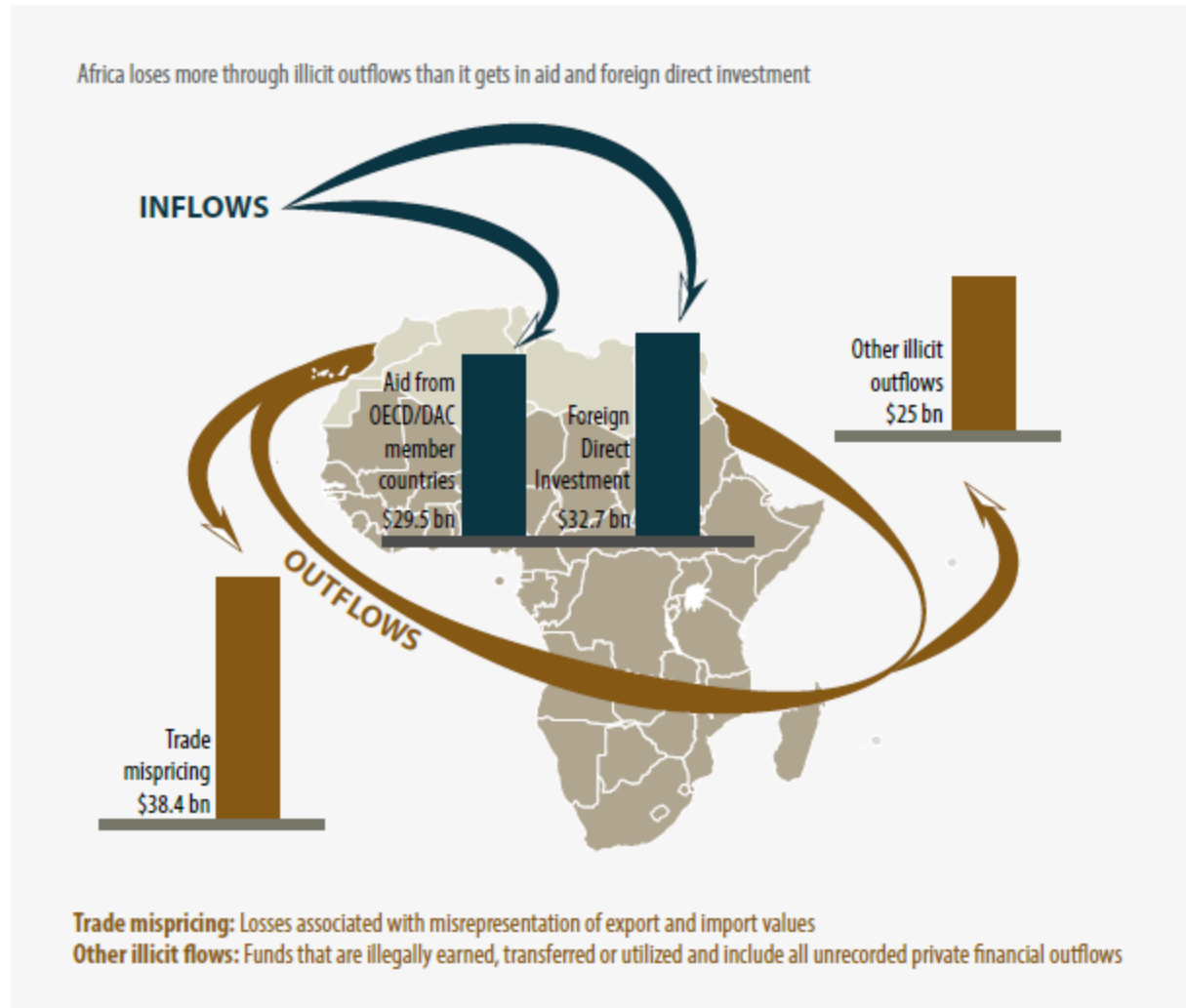
Source: IMF Lesotho Consultative Report 2016:

<https://www.imf.org/external/pubs/ft/scr/2016/cr1633.pdf>

Categories of IFF

- Globally, commercial activities as accounting for 65 percent of IFFs, criminal activities for 30 per cent and corruption for around 5 per cent. Similar proportions in Africa (Kar and Cartwright-Smith, 2010).
- Commercial
 - Abusive transfer pricing
 - Trade mispricing
 - Misinvoicing of services and intangibles
 - Unequal contracts
 - tax inversion
- Criminal
 - Money laundering
 - Organized crime
 - Criminal
- Corruption

Monitor IFF

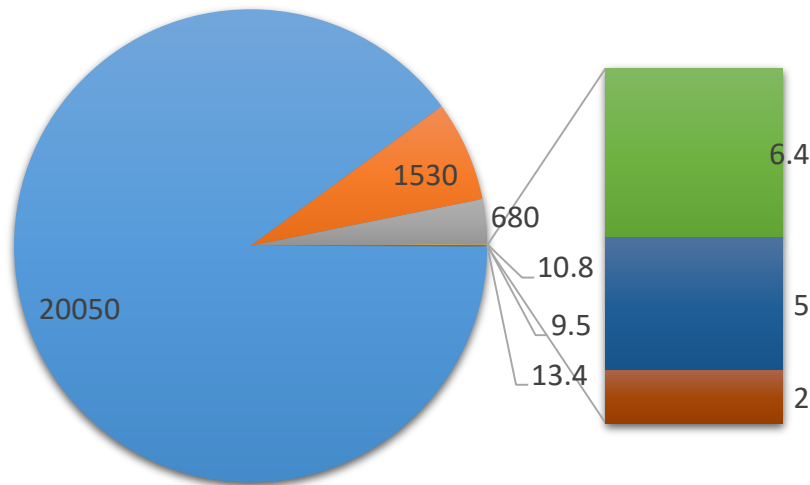


Source: Africa progress Panel, "Equity in Extractives: Stewarding Africa's natural resources for all" (2013)

US Global Assistance: 2018

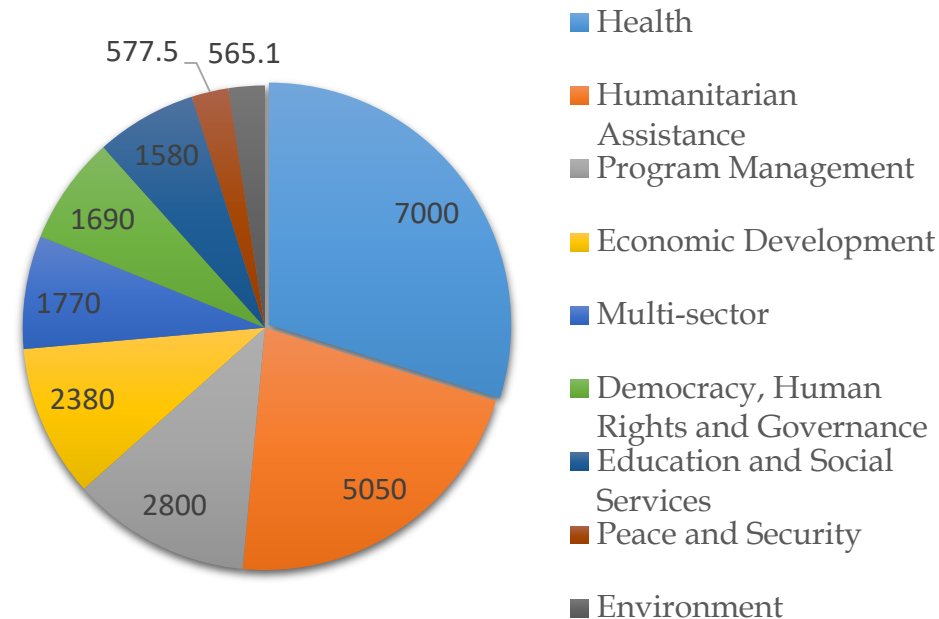
\$23,373,770,877 Total Spent

**Total Spent by Organization
(Millions of USD)**



■ USAID
 ■ Treasury
 ■ Millenium Challenge Corp.
 ■ State
 ■ Justice
 ■ Defense
 ■ Homeland Security
 ■ Transportation

**Total Spent by Category
(Missions of USD)**



■ Health
 ■ Humanitarian Assistance
 ■ Program Management
 ■ Economic Development
 ■ Multi-sector
 ■ Democracy, Human Rights and Governance
 ■ Education and Social Services
 ■ Peace and Security
 ■ Environment

Source: <https://www.foreignassistance.gov/explore>

US Security Assistance

Figure 5. Top DOS/DOD Security Assistance and Cooperation Accounts, FY2016 estimate

(In millions of Current U.S. Dollars)

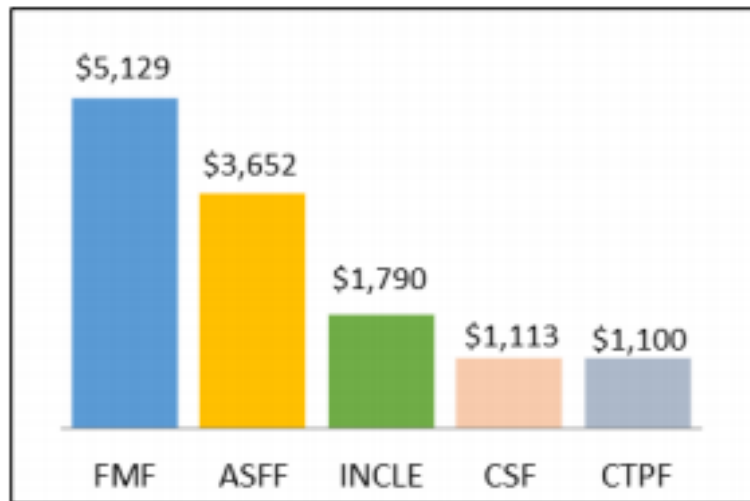
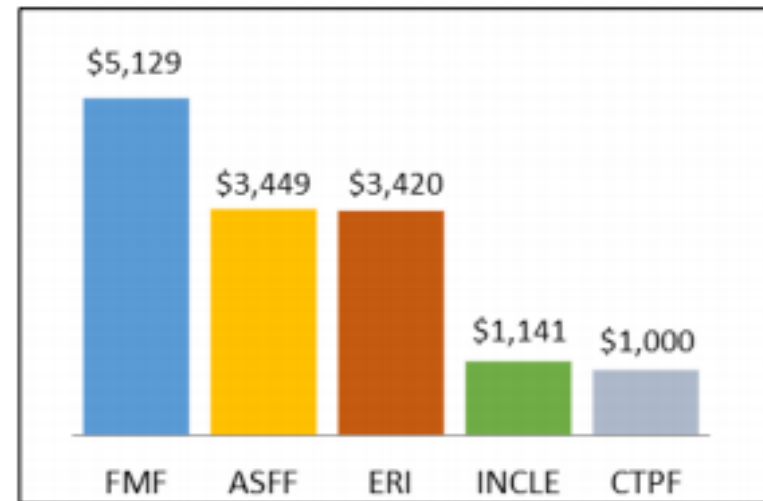


Figure 6. Top DOS/DOD Security Assistance and Cooperation Accounts, FY2017 request

(In millions of Current U.S. Dollars)



Notes: FMF=Foreign Military Financing; ASFF=Afghanistan Security Forces Fund; INCLE=International Narcotics Control and Law Enforcement; CSF=Coalition Support Funds; CTPF=Counterterrorism Partnership Fund; ERI=European Reassurance Initiative. For program descriptions, see **Appendix A** and **Appendix B**.

Source: <https://fas.org/sgp/crs/natsec/R45091.pdf>

Towards a Strategic Model

“Crime and Punishment: An Economic Approach”

Gary Becker: Nobel Prize in economics (1992)

- ... A rational choice where anticipated gains outweigh the likelihood and severity of punishment.
 - A. Building integrity: Addressing the ‘moral burden’
 - B. Increasing transparency: Rationalize processes (prevention, detection, prosecution, punishment) and enhance public awareness
 - C. Address Impunity: reward performers, sanction bad actors

Guiding Principles

- African Union Convention on Preventing and Combatting Corruption, Adopted July 2003; in force August 2006
- Strengthen and empower national/sub-national oversight institutions
- Prioritize public financial reviews in the security sector
- Leverage external assistance effectively
- Hope is not a strategy, countries need effective national security strategies

Questions/comments?



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