#### Government Policy toward Economic Integration

Of Minorities

Aiman Saif

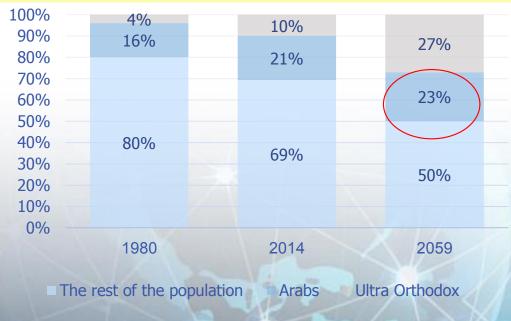


וווווו כנס אלי הורביץ אלי הורביץ קרן דליה ואלי המכון הישראלי לכלכלה וחברה לכלכלה וחברה לדמוקרטיה לכלכלה וחברה



### The importance of economic integration

## A Glance into the future: Demographic trends percentage of total population



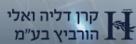
# Matriculation certificate entitlement rate

Arabs- 48% Ultra Orthodox- 9%

#### **Employment rate**

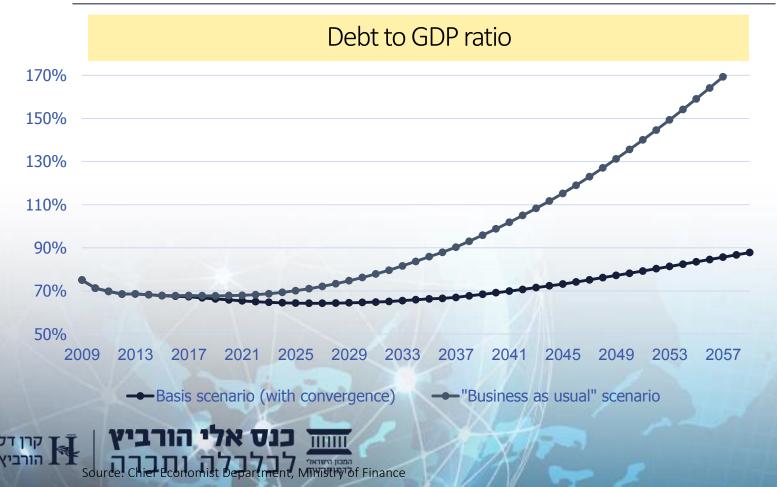
Arab women- 33% Ultra Orthodox men- 51%







## The importance of economic integration



### **Government Resolutions**

Budgets		Decision Number	
M NIS	year		
778	2010	1539	Economical Development of 13 Minorities' municipalities(five years)
1262	2011	3708	Social and Economical Development - Bedouin of southern Israel(five years)
681	2011	2861	Social and Economical empowerment of the Druze (five years)
730	2012	4193	Increasing employment in the minorities sector -Trachtenberg committee (five years)
1000	2016		Minorities integration in Higher education (Five years)
			(Previous five years plan - 305 M Nis)
200	2014	1052	East Jerusalem Social and Economical Development
(100)	2014 10	1052	(program to increase personal safety)
15,000	2015	922	Economical Development of Israeli Minorities (five years)
900	2016	1480	Social and Economical Development - Bedouin of north Israel(five years)



#### GR922: Economical Development of Arab Society In Israel

Study

Plan

**Implementation and change** 

2014

2015

2016-2017

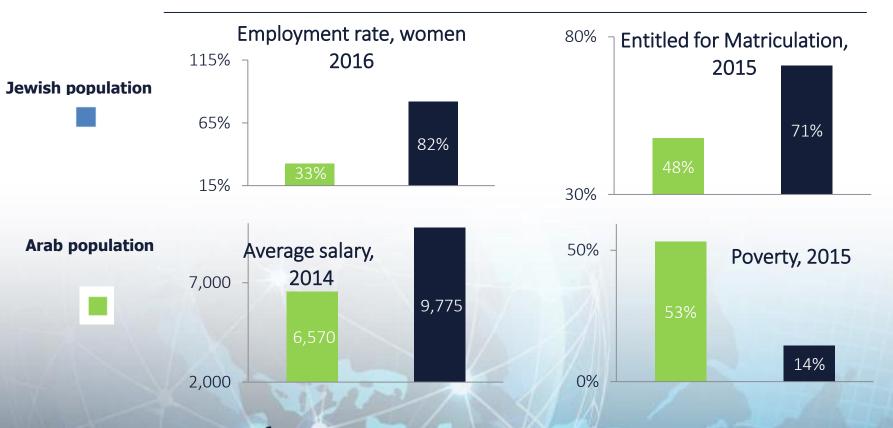
A dedicated team is assembled to study the existing gaps

A government resolution announces an economic development and integration plan for the Arab population in Israel

Budget
allocation,
implementatio
n of the
program and
recent
accomplishme
nts

וווווון כנס אלי הורביץ אלי הורביץ הורביץ בע"מ אלי הורביץ בע"מ לכלכלה וחברה לכלכלה

## And still... the gaps require further steps



קרן דליה ואלי הורביץ קרן דליה ואלי המכון הישראלי לכל הורביץ בע"מ המכון הישראלי לכל הורביץ בע"מ לדמוקרטיה. Source: Ministry of Education, The National Insurance Institute and CBS

### GR 922: The main components of the program

# **Education During and After School**

Long term goals
Differential budgeting Informal education





## Housing Increase the housing supply

High-rise buildings
Strategic agreements
Public institutions

# **Transportation Ensuring 40%**

of the national subsidy budget and the construction budget for urban roads





## The main components of the program



# Local authorities Domestic development and human capital

Incentivize leading local authorities Government grants

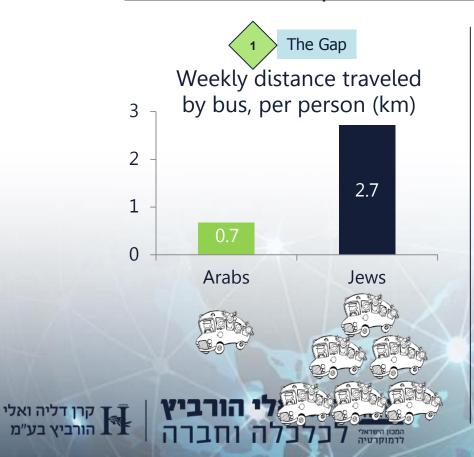
## **Employment Ensuring 25%**

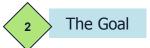
of the new daycare budget Operating centers for employment





### Example-Public transportation





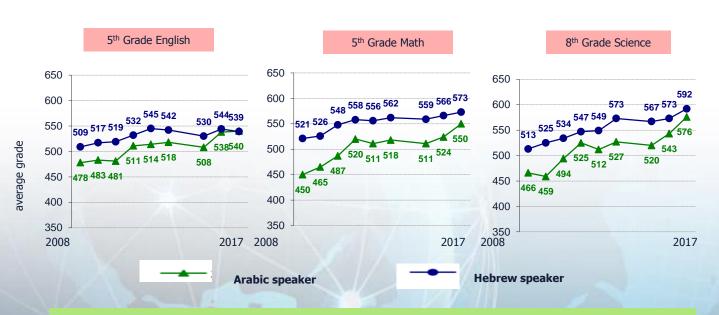
Complete equality between Jewish and Arab authorities by 2022



Every year, 40% of the new subsidy for bus transportation will be allocated to the Arab authorities, until equality is achieved

#### Recent Achievements - Education

#### **Differential Budgeting Model**



Narrowing gaps between students



Source: National Authority for Measurement and Evaluation in Education

#### **Future View**

New government multiyear plan to continue decreasing gaps and strengthening positive trends

Developing A Regional Economic Growth Strategy For the Arab Society in Israel

## Thank you

