

Comparative Study of *Millennium Development Goals (MDGs)* Achievement in Various Regional Economic Typologies in Indonesia

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Economic development in Indonesia has created much kind of regional typologies. Klassen has divided this typology into four namely advanced and rapidly growing region, fast growing region, developed but depressed region and relatively backward region. There are some regional characteristic differences among those typologies. These differences have occurred in many sectors including human resources development sector which can be reflected by differences in the achievement of Millennium Development Goals (MDGs). This research is aimed to determine the achievement of Millennium Development Goals (MDGs) in those regional typologies.

In this research, analysis of secondary data uses quantitative methods. Level of MDGs achievement is calculated by the analysis of percentage. Level of MDGs achievement in regional typologies which are used in this research is assessed by doing cross-tabulation between result of regional typology analysis and classification of MDGs achievement. The comparison of MDGs achievement among typologies was analyzed using One Way ANOVA.

The results show that most of the provinces in Indonesia have an average percentage achievement of the MDGs under 100%. There are six provinces categorized as region which have a high level of MDGs achievement, 18 provinces have moderate levels of achievement and nine provinces with low levels of MDGs achievement. In the Klassen typology of Indonesia, level of achievement of the MDGs pattern sequence is not corresponding to the sequence pattern of regional economic development level. The order typology with the MDGs levels ranging from the highest to the lowest is developed but depressed region, relatively backward region, advanced and rapidly growing region, and fast growing region. Based on One Way ANOVA test result, there is no significant difference between MDGs achievement in the various typologies.

Therefore the difference of regional economic development level in Indonesia did not create a significant difference in the achievement of the MDGs.

Keywords: comparison, achievement, MDGs, typology, regions

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Introduction

In the third world countries such as Indonesia, the development paradigm which implemented in the past is past too laud high economic growth as the primary goal so that less attention to equity aspects of development outcomes between regions. This can lead to the emergence of socioeconomic disparities between regions that will ultimately lead to the failure of efforts to eradicate poverty in the country. Socio-economic disparities between regions that is the most important development problems faced by Indonesia.

Development efforts that have been enacted by the Indonesian government in the past, on the one hand has resulted insignificant progress, but on the other hand has also produced many urgent problems to be solved. It is inevitable that the development of the past more emphasis on achieving high economic growth rates, has created an increase in income per capita. Nevertheless, the development focused on the improvement of national production, is not accompanied by the development and strengthening of institutions, both public and finance, which should serve to allocate resources efficiently and effectively. In fact, Todaro (1983) revealed that the factors or components of economic growth which are essential in any society there are capital accumulation, population growth, and technological advancement. Component of capital accumulation and population growth is part of the human resources sector so that it can be said that human capital is closely related to the process of economic growth. With these considerations, the results of economic development, especially in the context of the regional economy should be aimed to improve the quality of human capital so hopefully there will be positive feedback to improvement of economic growth.

One of the efforts that have been made by the countries in the world to accelerate the development of human resources is jointly declared the Millennium Development Goals (MDGs). The MDGs are a global development paradigm which signed by 189 member states of the United Nations (UN), including Indonesia in the UN Millennium Summit in September 2000. UN General Assembly Resolution then legalizes it to the UN General Assembly Resolution No. 55/2 dated September 18, 2000 About the Millennium Declaration of the United Nations (A/RES/55/2. United Nations Millennium Declaration). The MDGs is basically a mutual commitment of the international community to accelerate human development. One of the main objectives of the declaration of the Millennium Development Goals is to require donor countries such as

the United States and other developed countries to increase official development aid (official development assistance) amounted to 0.7 percent of their gross domestic product (GDP).

Actually, there is interrelationship between human capital and economic growth. However, existing studies are generally observed the effect of human capital on economic growth and less concerned with the impact of economic growth on human capital (Ramirez, 1998). A number of studies on human resources disclosed in Meier and Rauch (2000), for example, are also more focused as a aspect of the impact of human capital on economic growth. Though the influence of economic development on the quality of human resource is obvious, for example the economic crisis in Indonesia had reversed regional level of human development that has been achieved during the period of growth (Saadah, 2001) and the bring finally bring negative impact on regional economic (Akita and Alisjahbana, 2002). Therefore, this study tried to raise the topic of the influence of economic growth on human development, especially in the various typologies of regions generated by economic development in Indonesia.

Problems

Differences in the level of human resources quality between regions will create a gap that leads to a disparities between the region that have a low quality of human resources with a region with high quality of human resources. Because of the quality of human resources has a close connection with the performance of the economy, the disparities also occurs in terms of economic performance between the two regions. Such cases are very common in the development of Indonesia. Indonesia as an archipelagic state is a territorial unit consisting of 33 provinces are very diverse. This diversity can be found in a various development sectors economic development which can be seen from difference in level of regional economic development between regions. This will lead to a difference in terms of human resource development. The influence can occur through two mechanisms: through the role of civil society such as through community organizations and non-governmental organizations and through household and government activities. Allocation between and within these institutions, and the differences may be the cause of differences in behavior of human development performance in spite of similar levels of economic performance. Therefore, this study aimed to assess comparison of MDGs achievement as indicator of human resources quality in the various regional economic typologies in Indonesia

Methodology

In this research, analysis of secondary data uses quantitative methods. Level of MDGs achievement is calculated by the analysis of percentage. This analysis required quantitative data, so data selection was done to select indicator MDGs that have quantitative data and goals. So from 67 indicators selected 17 indicators that represent the eight MDGs. Those indicators can be seen from table 1.

Table 1. Indicators of MDGs uses in the research

| No. | Goals | Indicators |
|-----|---|---|
| 1. | Eradicating extreme poverty and hunger, | <ul style="list-style-type: none"> • Percentage of opulation below the national poverty line(%) • The percentage of malnourished children under five • Adequacy of caloric intake(kcal) <1400 • Adequacy of caloric intake(kcal) <2000 |
| 2. | Achieving universal primary education, | The literacy rate of age 15-24 |
| 3. | Promoting gender equality and empowering women, | <ul style="list-style-type: none"> • Net enrollment ratio of girls/boys in primary school • Net enrollment ratio of girls/boys in junior high school • Net enrollment ratio of girls/boys in high schools • Net enrollment ratio of girls/boys in colleges or universities • Literacy ratio of women/ men aged 15-24 |
| 4. | Reducing child mortality rates | <ul style="list-style-type: none"> • Child mortality/CMR • The infant mortality rate/IMR |
| 5. | Improving maternal health | Maternal Mortality |
| 6. | Combating HIV/AIDS, malaria, TB and other diseases, | Case detection rate of TB |
| 7. | Ensuring environmental sustainability | <ul style="list-style-type: none"> • Access to improved drinking water sources • Access to adequate sanitation |
| 8. | Developing a global partnership for development. | Percentage of households with internet access |

Level of MDGs achievement in Klassen regional economic typologies which are used in this research can be assessed by doing cross-tabulation between result of regional typology analysis

and classification of MDGs achievement. The comparison of MDGs achievement among typologies was analyzed using One Way ANOVA.

Discussion

Economic growth is an increase in the level of national income (Boediono, 1999). Thus, economic growth is the increase in output per capita in the long term. Economic development in Indonesia has created various typologies of regions. In this research, Klassentypology is used as a regional economic analytical tool to determine the structure and pattern of economic growth in a region. The approach used is the regional approach as expressed by Sjafrizal (1997). This approach produces four types of regions, namely advanced and rapidly growing region, fast growing region, developed but depressed region and relatively backward region.

In this research, the scale used to measure the quality of human resources is the level of achievement of the Millennium Development Goals (MDGs). The level of achievement of the MDGs consists of eight goals as measured by 67 indicators, but the indicators used in the analysis are indicators which have quantitative. So from 67 indicators selected 17 indicators that represent the eight MDGs.

Based on the calculation of the level of achievement of the MDGs for each province in Indonesia which is shown in Table 1, it can be seen that most of the provinces in Indonesia have an average percentage achievement of the MDGs under 100%. Noted there are 32 provinces out of the total 33 provinces with the level of achievement of the MDGs less than 100%. Based on these tables also can be seen that there is only one province that has achievement level more than 100%, which is DKI Jakarta Province with an average percentage rate of 125.89%.

Based on the classification which is done using standard deviation method, there are six provinces categorized as region which have a high level of MDGs achievement, 18 provinces have moderate levels of achievement and nine provinces with low levels of MDGs achievement. Therefore, it can be said that most of the provinces in Indonesia have moderate level of MDGs achievement.

Provinces with the highest level of MDGs achievement is DKI Jakarta. Percentage rate of MDGs achievement in the province is 125.89%. Based on the calculation of the achievement

percentage of each MDG indicator, can be seen that high percentage of MDGs achievement in the DKI Jakarta province is influenced by the achievement percentage of the first MDG goal (poverty reduction) which reached 192.67%. Meanwhile, province with the lowest level of achievement of the MDGs is Nusa Tenggara Barat with achievement percentage of 61.82%.

Nationally, the Millennium Development Goals which already achieved is the first goal (poverty reduction) with an average percentage of 135.3%. While other goals have not been achieved. Goal with the lowest achievement level is the eighth goal (develop a global partnership for the Development) with a percentage of 21.05%.

| Province | Goal 1 | Goal 2 | Goal 3 | Goal 4 | Goal 5 | Goal 6 | Goal 7 | Goal 8 | Average | Class |
|---------------------|--------|--------|--------|--------|--------|--------|--------|--------|---------|----------|
| Aceh | 100.60 | 99.90 | 108.36 | 81.56 | 34.29 | 73.86 | 52.73 | 15.36 | 70.83 | Moderate |
| Sumatera Utara | 127.04 | 99.86 | 101.92 | 48.88 | 73.78 | 106.71 | 74.75 | 16.56 | 81.19 | Moderate |
| Sumatera Barat | 110.37 | 99.81 | 111.80 | 50.27 | 54.61 | 75.86 | 62.31 | 27.74 | 74.10 | Moderate |
| Riau | 134.18 | 99.95 | 105.12 | 65.12 | 52.35 | 49.29 | 68.03 | 24.62 | 74.83 | Moderate |
| Jambi | 140.94 | 99.98 | 102.69 | 63.53 | 30.32 | 97.57 | 66.88 | 14.16 | 77.01 | Moderate |
| Sumatera Selatan | 121.50 | 99.92 | 107.83 | 58.15 | 58.39 | 69.57 | 65.35 | 18.36 | 74.88 | Moderate |
| Bengkulu | 107.00 | 99.87 | 107.37 | 49.62 | 35.83 | 94.14 | 49.14 | 20.90 | 70.48 | Low |
| Lampung | 121.60 | 99.93 | 110.51 | 55.84 | 48.28 | 60.43 | 57.15 | 10.94 | 70.58 | Low |
| Bangka Belitung | 159.86 | 99.68 | 105.50 | 64.27 | 23.78 | 87.43 | 70.79 | 20.34 | 78.96 | Moderate |
| Kepulauan Riau | 127.84 | 99.91 | 106.68 | 54.33 | 39.87 | 51.86 | 60.64 | 25.12 | 70.78 | Moderate |
| DKI Jakarta | 192.67 | 99.99 | 91.02 | 85.52 | 271.54 | 114.14 | 83.62 | 68.64 | 125.89 | High |
| Jawa Barat | 128.12 | 99.90 | 94.53 | 62.14 | 37.32 | 103.57 | 67.29 | 24.58 | 77.18 | Moderate |
| Jawa Tengah | 131.88 | 99.82 | 105.55 | 94.23 | 32.40 | 77.43 | 81.57 | 19.28 | 80.27 | Moderate |
| DI Yogyakarta | 162.45 | 100.00 | 97.51 | 133.25 | 44.94 | 75.29 | 98.54 | 55.84 | 95.98 | High |
| Jawa Timur | 132.26 | 99.44 | 96.11 | 68.41 | 117.29 | 83.14 | 77.52 | 22.70 | 87.11 | High |
| Banten | 128.43 | 99.94 | 97.17 | 52.59 | 40.13 | 107.43 | 62.65 | 25.06 | 76.67 | Moderate |
| Bali | 126.81 | 99.14 | 94.65 | 75.93 | 63.20 | 90.29 | 98.69 | 24.76 | 84.18 | High |
| Nusa Tenggara Barat | 108.39 | 99.01 | 99.73 | 33.36 | 31.32 | 47.57 | 61.56 | 13.64 | 61.82 | Low |
| Nusa Tenggara Timur | 126.99 | 97.79 | 106.33 | 40.18 | 18.86 | 54.29 | 43.87 | 9.28 | 62.20 | Low |
| Kalimantan Barat | 138.10 | 99.15 | 98.55 | 52.12 | 25.98 | 71.86 | 68.35 | 13.86 | 70.99 | Moderate |
| Kalimantan Tengah | 122.62 | 99.86 | 101.62 | 85.39 | 35.36 | 42.57 | 47.68 | 12.10 | 68.40 | Low |
| Kalimantan Selatan | 135.15 | 99.85 | 112.41 | 41.16 | 24.29 | 62.43 | 67.61 | 20.52 | 70.43 | Low |
| Kalimantan Timur | 195.01 | 99.86 | 106.34 | 86.34 | 32.58 | 46.43 | 82.90 | 37.14 | 85.82 | High |
| Sulawesi Utara | 140.70 | 99.86 | 108.19 | 70.07 | 21.22 | 137.43 | 78.47 | 23.24 | 84.90 | High |
| Sulawesi Tengah | 124.06 | 99.90 | 104.40 | 42.36 | 16.81 | 62.29 | 62.71 | 11.64 | 65.52 | Low |
| Sulawesi Selatan | 120.73 | 98.31 | 107.83 | 58.24 | 47.71 | 66.43 | 78.20 | 19.60 | 74.63 | Moderate |
| Sulawesi Tenggara | 123.56 | 99.39 | 105.99 | 53.86 | 28.79 | 100.29 | 76.25 | 13.10 | 75.15 | Moderate |

| | | | | | | | | | | |
|-------------------------|---------------|--------------|---------------|--------------|--------------|--------------|--------------|--------------|--------------|----------|
| Gorontalo | 131.78 | 99.03 | 106.66 | 45.30 | 19.16 | 110.43 | 64.39 | 19.82 | 74.57 | Moderate |
| Sulawesi Barat | 118.21 | 97.65 | 113.37 | 32.21 | 21.97 | 73.57 | 64.08 | 8.26 | 66.16 | Low |
| Maluku | 119.31 | 99.85 | 104.54 | 36.70 | 17.33 | 109.00 | 68.38 | 15.64 | 71.34 | Moderate |
| Maluku Utara | 189.47 | 99.78 | 100.97 | 44.17 | 20.67 | 54.43 | 63.11 | 12.58 | 73.15 | Moderate |
| Papua Barat | 182.21 | 97.01 | 92.82 | 57.75 | 13.83 | 57.00 | 58.60 | 16.48 | 71.96 | Moderate |
| Papua | 134.95 | 79.69 | 90.66 | 53.05 | 28.18 | 73.00 | 41.45 | 12.80 | 64.22 | Low |
| National average | 135.30 | 98.88 | 103.17 | 60.48 | 44.31 | 78.39 | 67.43 | 21.05 | 76.13 | |

Economic development in Indonesia has given birth to various typologies of regions. Klassen has divided this typology into four namely advanced and rapidly growing region, fast growing region, developed but depressed region and relatively backward region.

Table 2. Klassen typology of Indonesia

| No. | Province | Typology |
|-----|---------------------|-------------------------------------|
| 1. | Aceh | Relatively backward region |
| 2. | Sumatera Utara | Developed but depressed region |
| 3. | Sumatera Barat | Relatively backward region |
| 4. | Riau | Advanced and rapidly growing region |
| 5. | Jambi | Fast growing region, |
| 6. | Sumatera Selatan | Relatively backward region |
| 7. | Bengkulu | Relatively backward region |
| 8. | Lampung | Fast growing region, |
| 9. | Bangka Belitung | Developed but depressed region |
| 10. | Kepulauan Riau | Developed but depressed region |
| 11. | DKI Jakarta | Developed but depressed region |
| 12. | Jawa Barat | Relatively backward region |
| 13. | Jawa Tengah | Relatively backward region |
| 14. | DI Yogyakarta | Relatively backward region |
| 15. | Jawa Timur | Developed but depressed region |
| 16. | Banten | Relatively backward region |
| 17. | Bali | Relatively backward region |
| 18. | Nusa Tenggara Barat | Fast growing region, |
| 19. | Nusa Tenggara Timur | Relatively backward region |
| 20. | Kalimantan Barat | Relatively backward region |
| 21. | Kalimantan Tengah | Developed but depressed region |
| 22. | Kalimantan Selatan | Fast growing region, |
| 23. | Kalimantan Timur | Advanced and rapidly growing region |
| 24. | Sulawesi Utara | Fast growing region, |
| 25. | Sulawesi Tengah | Fast growing region, |
| 26. | Sulawesi Selatan | Fast growing region, |
| 27. | Sulawesi Tenggara | Fast growing region, |
| 28. | Gorontalo | Fast growing region, |
| 29. | Sulawesi Barat | Fast growing region, |
| 30. | Maluku | Fast growing region, |
| 31. | Maluku Utara | Fast growing region, |
| 32. | Papua Barat | Fast growing region, |
| 33. | Papua | Advanced and rapidly growing region |

To determine the level of achievement of the MDGs in various types of Klassen typology, cross tabulation analysis between the classification of MDGs achievement and typology was done. This analysis produced the following table.

Table 3. Matrix of cross tabulation analysis between the classification of MDGs achievement and typology

| Typology Class | Advanced and rapidly growing region | Fast growing region, | Daerah maju tapi tertekan | Relatively backward region |
|---------------------------------|--|--|---|---|
| High | Kalimantan Timur | Sulawesi Utara | DKI Jakarta, Jawa Timur | DI Yogyakarta, Bali |
| Moderate | Riau | Jambi, Sulawesi Selatan, Sulawesi Tenggara, Gorontalo, Maluku, Maluku Utara, Papua Barat | Bangka Belitung, Kepulauan Riau, Sumatera Utara | Jawa Tengah, Aceh, Sumatera Barat, Sumatera Selatan, Jawa Barat, Banten, Kalimantan Barat |
| Low | Papua | Kalimantan Selatan, Lampung, Sulawesi Barat, Nusa Tenggara Barat, Sulawesi Tengah, Gorontalo | Kalimantan Tengah | Bengkulu, Nusa Tenggara Timur |

From the matrix, it can be seen that the achievement level of MDGs in various types of typologies is vary widely. Provinces with high economic growth rate has not been definitely have a high MDGs as well and vice versa. This shows that the level of achievement of the MDGs in each province do not always rely on the kind of typology of regional economic development of the province concerned. The results showed that level of achievement of the MDGs pattern sequence is not corresponding to thesequence pattern of regionaleconomic development level. The order typology with the

MDGs levels ranging from the highest to the lowest is developed but depressed region, relatively backward region, advanced and rapidly growing region, and fast growing region. The percentage of MDGs achievement in each typology can be seen in table 4.

Table 4. Percentage of MDGs achievement in each typology

| | Tipologi | Persentase pencapaian MDGs |
|----|-------------------------------------|----------------------------|
| 1 | Advanced and rapidly growing region | 74,96 |
| 2. | Fast growing region, | 72,09 |
| 3. | Developed but depressed region | 85,39 |
| 4. | Relatively backward region | 79,42 |

The level of MDGs achievement for each goal at each typology is also very widely. This can be seen in figure 1.

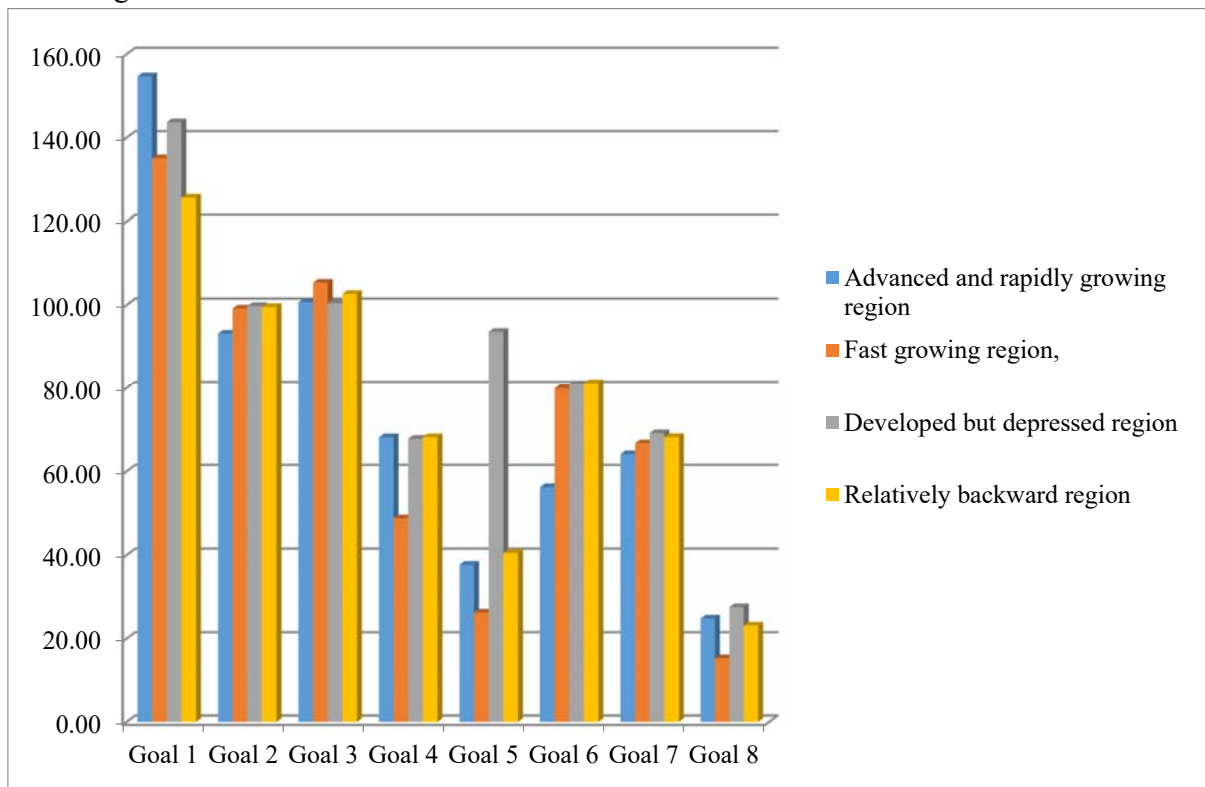


Figure 1. MDGs achievement for each goal at each typology

To examine whether there is a significant difference in the MDGs achievement between each typology, then a One Way ANOVA test was done. This test resulted in a significant value of 0.162. This means that there is no significant difference between MDGs achievement in the various typologies. In other words, it means that the difference of regional economic development level in Indonesia did not create a significant difference in the achievement of the MDGs.

Conclusion

Most of the provinces in Indonesia have an average percentage achievement of the MDGs under 100 %. There is only one province with achievement more than 100 %, that is DKI Jakarta. Most of province in Indonesia have moderate level of MDGs achievement. There are six provinces categorized as region which have a high level of MDGs achievement, 18 provinces have moderate levels of achievement and nine provinces with low levels of MDGs achievement. In the Klassen typology of Indonesia, provinces with high economic growth rate has not been definitely have a high MDGs as well and vice versa. Level of achievement of the MDGs pattern sequence is not corresponding to thesequence pattern of regionaleconomic development level. The order typology with the MDGs levels ranging from the highest to the lowest is developed but depressed region, relatively backward region, advanced and rapidly growing region, and fast growing region. Based on One Way ANOVA test result, there is no significant difference between MDGs achievement in the various typologies. It means that the difference of regionaleconomic development level in Indonesia did not create a significant difference in the achievement of the MDGs.

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