The Ministry of Foreign Affairs and SNV Netherlands Development Organisation (established in 1965) have always had close ties. The Ministry awarded SNV a grant of €795 million for the 2007-2015 period, or nearly €90 million a year. This was later reduced to €676 million, of which SNV has spent €436 million between 2007 and 2011. The Ministry had two reasons for this unusually long funding arrangement. First, it intended Dutch embassies and SNV to work together in Dutch partner countries, increasing the effectiveness of bilateral aid at local level. Second, it wanted the capacity of local advisers to be strengthened so that they could, in time, take over from SNV.

IOB recently conducted a mid-term evaluation of the SNV programme for the years 2007-2011. This period was characterized by contentions due to ambivalent policy choices made by the Ministry of Foreign Affairs of the Netherlands regarding SNV’s autonomy to determine its own future. The contention was resolved only in 2011 when SNV was given a free rein to raise additional income. These are some of IOB’s principal conclusions in its report Between Ambitions and Ambivalence: Mid-term Evaluation SNV Programme 2007-2015.
Background

SNV’s grant application for 2007-2015 contained ambitious goals, conveyed in statements such as ‘SNV is dedicated to a society in which all people enjoy the freedom to pursue their own sustainable development’ and ‘SNV’s strategy is to develop the capacity of actors at different levels so that they can take measures aimed at sustainable development and poverty reduction themselves’. SNV defines ‘capacity’ as the ability of a human system (individuals, organisations, networks of actors, or sectors) to perform, sustain itself and self-renew in changing social circumstances. SNV focuses particularly on building the capacity of organisations and partnerships at provincial and district level. This choice is relevant, as donors rarely pay attention to capacity development at that level.

In the evaluation period SNV was active in 36 countries in Africa, Asia, Latin America and Eastern Europe. Since 2011 it has focused on three (sub) sectors: agriculture – value chains; renewable energy – biogas digesters; and water, sanitation and hygiene (WaSH).

Most SNV clients (ranging from associations to provincial/district authorities) have strengthened their capacity in some areas, such as providing better services or sustaining their relationship with stakeholders. But these improvements risk being undone by the failure to address structural weaknesses in the organisations. SNV gives little attention to learn organisations how to remain relevant or what is required to achieve their objectives in changing contexts. The interests of the poor are often insufficiently represented.

Results

SNV has been successful in getting programmes up and running at village level at relatively short notice. These have helped improve access to and use of products and basic services, such as water and sanitary facilities, agricultural extension, seed stock and small-scale biogas plants. However, poorer people, like marginal farmers (male and female), often benefit less from SNV programmes. In Benin for instance, families couldn’t or didn’t want to pay for clean drinking water. In Ethiopia farmers couldn’t afford to cut down their old fruit trees in order to plant new ones, and in Tanzania, men sidelined women in a sunflower-growing project as soon as it started making a profit.

In many cases, prospects for sustaining these positive results are inadequate, due in part to the complex environment in which the local organisations concerned operate, but certainly also due to their lack of capacity.

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Various characteristics of the SNV approach explain the uncertain prospects for sustainable results. First, SNV’s dual objective of strengthening the capacity of its clients on the one hand and taking responsibility for impact on the other hand puts local ownership at
risk. Second, SNV has not been consistent in the operationalisation of its capacity development strategy that integrates its ambitious poverty reduction and capacity development objectives. Third, SNV focuses on eliminating bottlenecks for programme implementation while neglecting other, more structural shortcomings that could hamper operations in the long run. Finally, SNV often lacks an exit strategy that it has agreed with its clients. Some of these characteristics are reinforced by donors’ increasing preference for supporting projects with fast, visible results. According to IOB, this is part of a broader trend in the world of donors which signifies a return to separate project financing. This approach was abandoned after 2000 precisely because of lack of sustainable results.

*Reporting* – The Ministry was critical of SNV’s reports on results throughout the 2007-2011 period. Several of SNV’s annual reports were initially rejected on the grounds that they did not provide sufficient information on the results achieved, so that the Ministry could not establish if it was funding success or failure. SNV set aside only 0.2% of its total budget for evaluation. In a 2011 study, IOB assessed SNV’s project monitoring and evaluation as unsatisfactory. It is therefore uncertain if and how SNV may have learned lessons based on tried and true practices. Even now, it remains to be shown that the changes made since 2011 will yield the desired reporting information.

**The Ministry and SNV**

The Ministry had two reasons for concluding a long-term funding arrangement with SNV.

**Complementarity** – First, it intended Dutch embassies and SNV to work together in Dutch partner countries, with SNV sharing its knowledge and insights with Dutch embassies, thereby increasing the likelihood that Dutch bilateral aid would make a greater contribution to development at local level. In actual fact, however, the Ministry and SNV never systematically fleshed out this idea of complementarity and it therefore yielded little result. While knowledge was shared on an *ad hoc* basis at SNV’s initiative, it often depended on personal ties between embassy and SNV staff.

**Local advisers** – Second, the Ministry counted on SNV to strengthen local organisations to the point that they could take over its role as adviser on capacity building. In 2011, SNV outsourced 41% of its advice days to local advisers. While the latter did, as a result, acquire more knowledge and skills and become better known, they did not become independent, professional consultants for organisational and institutional development. SNV did not adapt its strategy to favour local partners but continued to operate as an advisory organisation with its own remit. For SNV, outsourcing work to local organisations is a way of achieving economies of scale and improving its efficiency.
The Policy and Operations Evaluation Department (IOB) of the Ministry of Foreign Affairs carries out independent assessments of the efficiency, effectiveness, relevance and consistency of Dutch foreign policy. It thus provides accountability concerning the results of policy, as well as information to enhance policy. The quality of the IOB’s assessments is guaranteed by means of systematic and transparent procedures.

All IOB evaluations are in the public domain and are brought to the notice of parliament. The IOB also seeks to make evaluations accessible to the Dutch public and to partners in the countries concerned. Reports can be freely obtained and a summary of the most important findings is published in the form of the IOB Evaluation Newsletter.

IOB Evaluation # 387 (November 2013)
Between Ambitions and Ambivalence:
Mid-term Evaluation SNV Programme 2007-2015
Downloadable from:
www.government.nl/foreign-policy-evaluations | www.iob-evaluatie.nl

Concerns

The evaluation raises a number of questions. Does the Ministry want to use the grant award between now and 2015 for long-term capacity building? And, by extension, will Dutch embassies then formulate their grant awards to ensure ownership by local organisations, as well as the responsibility that ownership entails, delegating SNV to a background advisory role?

SNV currently strives to achieve poverty reduction in three sectors and to build capacity. These goals can only be pursued through different approaches, each with their own culture. How can SNV satisfy the very different demands of these two approaches?

IOB’s findings on effectiveness and sustainability may be grounds for further critical scrutiny of SNV’s intended results. Special attention should be given to the question of how SNV will be able to report to the Ministry on the results achieved when the grant period ends in 2015.