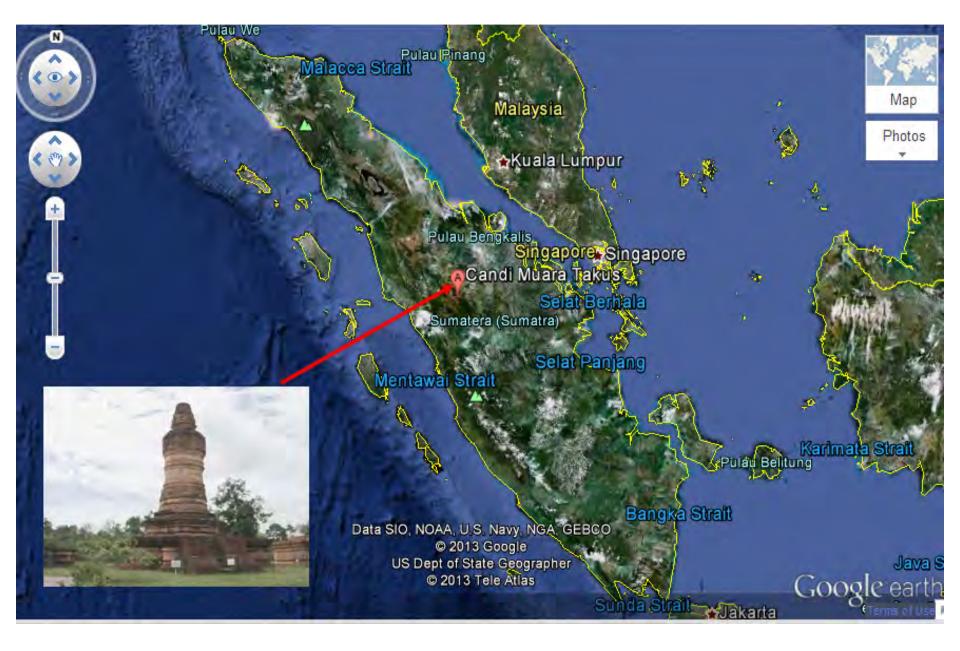
# Resettlement and development: a survey of two of Indonesia's Koto Panjang resettlement villages

Syafruddin Karimi Andalas University

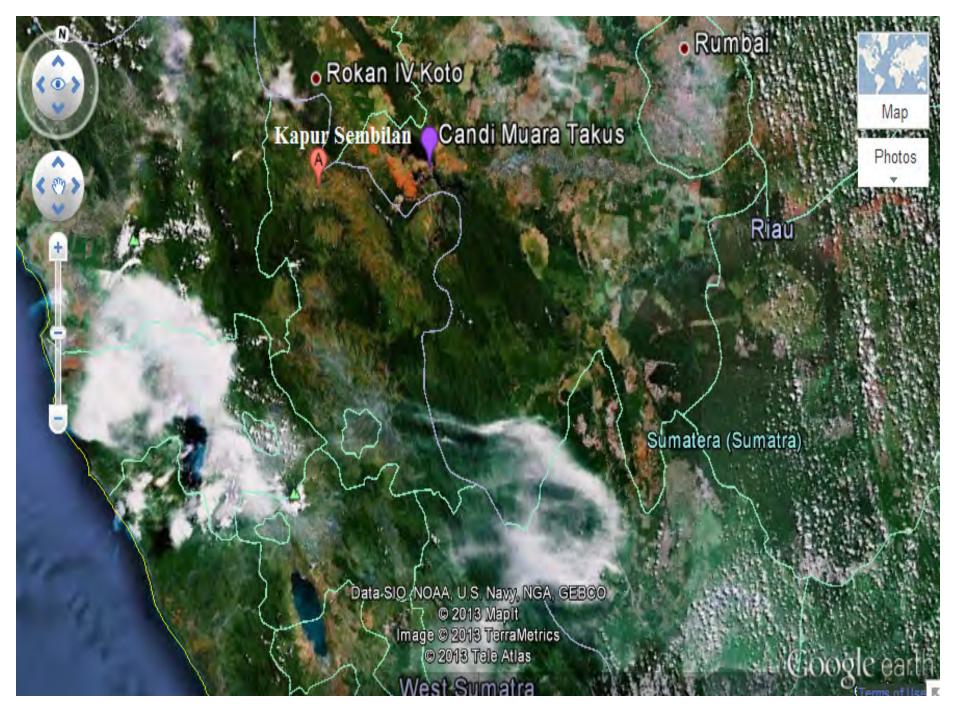












## Muara Takus Temple



## Koto Panjang's Dam



http://bwssum3.pdsda.net/

### Koto Panjang's Resettlement

- Excess demand for electricity in the provinces of Riau and West Sumatra needs the construction of Koto Panjang dam.
- The resettlement of approximately 5000 households from 8 villages in Riau Province and 2 villages in West Sumatra Province.
- The Koto Panjang resettlement is important to support regional trade and business development.

# Involuntary resettlement and economic development

- Involuntary resettlement has the potential to impoverish significant numbers of displaced people (Cernea, 1997).
- Loss of productive capacity due to landlessness, joblessness, homelessness, marginalization, food insecurity, loss of access to common property resources, increased morbidity, and community disarticulation (Cernea, 1997, p. 1569).
- Thus far, the focus of resettlement is more on mitigating and compensating rather than on "developmental" approach that assesses the needs of project affected communities (Cernea, 2003).
- A well planned resettlement can improve personal wellbeing and social capacities. (Webber & McDonald, 2004).

### **Findings**

- An early post-project evaluation in 2004 indicated that most of the residents of the resettlement villages (68%) were facing a worse living environment than prior to resettlement (JBIC, 2004).
- A study based on sampled of families from four villages in 2005 found an improved living situation for 80% of residents in Pulau Gadang, 70% of residents in Koto Masjid, 60% of residents in Tanjung Pauh and 12% of residents in Pongkai Baru (Karimi et al., 2005).
- A study based on secondary data in 2006 from the Central Board of Statistics (BPS, 2006) showed that poor families accounted for 24% of the resettled families; this statistic includes 37% of residents in Tanjung Balik and 18% of residents in Tanjung Pauh, whereas the proportion of poor families in West Sumatra Province is about 6% (Karimi, Nakayama, & Takesada, 2009).
- The present study based on two village survey found an improved living conditions 88% of residents in Koto Masjid and 52% of residents in Tanjung Balik note an improvement in their living conditions.

#### Conclusion

- Involuntary resettlement due to Koto Panjang Dam is a cosequences of development project to meet the demand for electricity.
- Resettlement has taken place between 1991 and 2000 that affected 5,000 families of 10 villages from Riau and West Sumatra provinces.
- Koto Panjang's resettlement is a village based resettlement.
- Before relocation, the government has prepared the construction of new villages to support individual and community life.
- Compensation money and land– has convinced indigenous community to resettle.
- The use of compensation at the start of resettlement has played an important role in later achievement of resettlers.
- Productive use of compensation has improved productive capacity, then improved living condition, and lower income inequality.
- The presence of increasing human productive capacity plays an important role in the success of involuntary resettlement.

### References

- Cernea, M. M. (1997). The risks and reconstruction model for resettling displaced populations. World Development, 25, 1569–1587.
- Cernea, M. M. (2003). For a new economics of resettlement: A sociological critique of the compensation principle. International Social Science Journal, 175, 37–45.
- Webber, M., & McDonald, B. (2004). Involuntary resettlement, production and income: Evidence from Xiaolangdi, PRC. World Development, 32(4), 673–690.
- JBIC (2004). Kotapanjang Hydroelectric Power and Associated Transmission Line Project: Third party ex-post evaluation report. Tokyo: Japan Bank for International Cooperation.
- Karimi, S., Nakayama, M., Fujikura, R., Katsurai, T., Iwata, M., Mori, T., & Mizutani, K. (2005). Post-project review on a resettlement programme of the Kotapanjang Dam Project in Indonesia. International Journal of Water Resources Development, 21, 371–384.
- Karimi, S., Nakayama, M., & Takesada, N. (2009). Poverty in Koto Panjang resettlement villages of West Sumatra: An analysis using survey data of families receiving cash compensation. International Journal of Water Resources Development, 25, 459–466.