

Administrative Decentralization in Peru Study Questions

- Can decentralization work to stimulate sub-state economic growth? Are there other actors that local officials should involve in the process?
- Are there ways to streamline the MEF's methodology application and selection process for investment projects? If yes, how?
- What should the consequences be if a region or leader misappropriates the funds devolved to that region?
- How can Shack find the optimal trade-off between writing regions a "blank check" and not giving them enough autonomy?
- What political consequences do you foresee from the proposed redistribution transfers, according to the ENAHO poverty index? Which regions might be more in favor of this redistribution scheme than others?
- Is Peru approaching this process the wrong way; *should* administrative decentralization accompany political decentralization, or come at a later date?