

**Potential Safeguard Impacts of Policy Reforms**

<b>Policy Action</b>	<b>Social Impacts</b>	<b>Environmental Impacts</b>	<b>Mitigation Measures</b>
<b>Output 1: Fiscal Policy Management Improved</b>			
<p>1. Economic Recovery Plan (ERP) approved by Parliament.</p> <p>[The program will focus on aspects of ERP that promote fiscal consolidation and strengthened social safety net]</p>	No IR or IP impacts.	No environmental impacts.	NA
<p>2. Off-budget activities included in the 2016 supplementary budget.</p> <p>[This policy measure will promote budget transparency]</p>	No IR or IP impacts.	No environmental impacts.	NA
<p>3. At least two fiscally unsustainable government programs eliminated.</p> <p>[This policy measure will promote fiscal consolidation]</p>	No IR or IP impacts.	No environmental impacts.	NA
<p>4. Revised Financial Stability Law to support fiscal consolidation and improve debt management approved by Parliament.</p> <p>[The policy measure will promote fiscal discipline]</p>	No IR or IP impacts.	No environmental impacts.	NA
<p>5. Future Heritage Fund established, and Human Development Fund eliminated.</p> <p>[The policy measure will promote fiscal sustainability]</p>	No IR or IP impacts.	No environmental impacts.	NA

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<p>6. Amended law for Development Bank of Mongolia (DBM) approved by Parliament.</p> <p>[This policy action will make DBM operate as an independent, commercial entity, which will reduce contingent liability for the government]</p>			
<p>7. Aligned with fiscal consolidation measures of the International Monetary Fund.</p> <p>[The program will support fiscal consolidation to promote fiscal stability]</p>	No IR or IP impacts.	No environmental impacts.	NA

Policy Action	Social Impacts	Environmental Impacts	Mitigation Measures
<b>Output 2: Policies and regulations to support targeting and consolidation of social welfare programs improved</b>			
8. Child Money Program (CMP) incorporated into the budget.	No IR impacts. This will ensure fiscal sustainability of CMP, which will benefit the poor and vulnerable.	No environmental impacts.	NA
9. Eligibility guidelines for targeting of the CMP to 60% of the children issued by Ministry of Labor and Social Protection (MLSP).	No IR or IP impacts. This will ensure fiscal sustainability of CMP, which will benefit the poor and vulnerable. Some non-poor would no longer receive this payment.	No environmental impacts.	NA
10. CMP incorporated into Social Welfare Law.	No IR impacts. (see item 8)	No environmental impacts.	NA
11. Amendment to Social Welfare Law to introduce additional needs-based eligibility criteria for Allowance for Caregivers.	No IR impacts. (see item 9)	No environmental impacts.	NA
12. Law on Social Welfare for the Elderly amended; and new Law on Allowance with State Merits approved.	No IR impacts.	No environmental impacts.	NA
13. MLSP to update poverty-targeted Integrated Household Information Database.	No IR impacts.	No environmental impacts.	NA
14. National Statistical Office to update Household Socioeconomic Survey.	No IR or IP impacts.	No environmental impacts.	NA
15. Eligibility guidelines for Allowance for Caregivers approved by MLSP.	No IR impacts. (see item 9)	No environmental impacts.	NA
16. Draft proposal to introduce needs-based eligibility criteria for Social Welfare Allowance, and Allowance for Mother Heroes	No IR or IP impacts. (see item 9)	No environmental impacts.	NA

submitted to Cabinet.			
17. Law to provide free legal services to poor households drafted by Ministry of Justice.	No IR or IP impacts. This will benefit the poor and vulnerable people.	No environmental impacts.	NA
18. Interministerial Working Group institutionalized. Terms of reference and work plan developed, with clear deliverables.	No IR or IP impacts.	No environmental impacts.	NA
19. An action plan for consolidation, including the required amendments to the Social Welfare Law developed by the inter-ministerial working group.	No IR or IP impacts. In developing the action plan, the working group will differentiate among the different programs and analyze funding options, further analyze options and impacts for welfare benefits consolidation (including on gender), develop a communications strategy.	No environmental impacts.	NA

IP = Indigenous Peoples, as per ADB's Safeguard Policy Statement (2009). In Mongolia, Kazakhs and Tsaatan (Duhka) typically qualify as IPs; IR = involuntary resettlement, as per ADB's Safeguard Policy Statement (2009); NA = not applicable.