Sustainable Challenges Saudi Vision 2030 & Solutions

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Reduce Oil dependence

Develop public service sectors

Diversify the Saudi economy
• To **understand** Saudi Arabia must look from three **thoughts**
  
  first **Qibla**, Second **Oil central Bank** Reserve,
  
  Third located in **volatile region**

• Analyst must **navigate** through those notation within the **chain of three boundaries** to understand
## Economic Sustainability Challenges

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<th>Sustainable Development</th>
<th>Challenges</th>
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<td><strong>Food Security</strong></td>
<td>Soaring <strong>Food Prices</strong></td>
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<td>Scarcity of <strong>Water</strong></td>
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<td><strong>Corruption &amp; Transparency</strong></td>
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<td><strong>Just</strong> Distribution of Wealth</td>
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<td><strong>Good Governance</strong></td>
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<td><strong>Slow Privatization</strong></td>
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<td><strong>Renewables</strong></td>
<td><strong>Solar</strong> and Nuclear Energy</td>
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<td><strong>Desalination</strong></td>
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<td><strong>Non Renewables</strong></td>
<td><strong>Aquifers</strong></td>
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<td><strong>Hydrocarbons</strong> (Gas and Oil)</td>
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## Social Sustainability Challenges

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<td><strong>Alleviate Poverty</strong></td>
<td><strong>Migration</strong></td>
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<td><strong>Population Growth</strong></td>
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<td><strong>Unemployment</strong></td>
<td><strong>Mismatch</strong> of educational degree and job availability</td>
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<td><strong>Vocational Training</strong></td>
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<td><strong>Health</strong></td>
<td><strong>Hospitalization</strong></td>
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Environmental Sustainability Challenges

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<td>Green Buildings</td>
<td>Air, water and noise pollution</td>
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<td>Climate change</td>
<td>Hydrocarbon</td>
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<tr>
<td>Non-Renewable, Alternative and Renewable energy</td>
<td><strong>Solar</strong>, wind energy Nuclear energy</td>
</tr>
<tr>
<td>Recycling</td>
<td>Waste management</td>
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</tbody>
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Historical Government Revenues and Expenditures

1. 80s Oil Prices Decline
2. Post Gulf War Crisis
3. Late 90s Oil Prices Decline
4. Oil Price Boom 14 – 02
5. Recent Oil Price Decline

1990 and 1991 budgets were combined due to Gulf War.
Government Fiscal Deficit Forecast

**Government Fiscal Deficit Forecasts with No Fiscal Reforms (SAR Billion)**

- **Base scenario**
  - 2016: -365
  - 2017: -346
  - 2018: -248
  - 2019: -233
  - 2020: -206

- **Pessimistic scenario**
  - 2016: -365
  - 2017: -484
  - 2018: -457
  - 2019: -452
  - 2020: -424

**Government Balances with SAMA with No Fiscal Reforms (SAR Billion)**

- **Pessimistic scenario**
  - 2016: 509
  - 2017: 279
  - 2018: 141
  - 2019: 0
  - 2020: 0

- **Base scenario**
  - 2016: 509
  - 2017: 148
  - 2018: 0
  - 2019: 33
  - 2020: 0
To meet Sustainability Challenges reforms needed

1. Establishment of **Bankruptcy** law and Real Estate Laws

2. **Saudization** strict implementation

3. Creations **mega city** projects

4. **Entertainment** projects

5. Opening of **Cinema**

6. **Women** empowerment
Vision 2030 Realization Programs

• The Council of Ministers has entrusted the Council of Economic and Development Affairs (CEDA) with the task of establishing the mechanisms and measures necessary to achieve Saudi Vision 2030.

• The Council of Economic and Development Affairs has developed Vision Realization Programs (VRPs) to deliver against strategic objectives in order to achieve its goals.
Vision Realization program
Summary

- **Stakeholders contribution** is essential to the success of the vision..
- Saudi Arabia faces growing **challenges** to the security of its **population** from economic, social and environmental stresses.
Conclusion

• Saudi Arabia’s sustainable development and strategic diversification places priority on economic, social and environmental issues.

• One thing when learn about sustainable development and strategic diversification in Saudi Arabia is that the national leaders have to build governance institutions and governance capabilities that can create some kind of balance that additionally encompasses the cultural, religious, and political dimensions.

• We can see in Saudi Vision 2030 not only statements about economic, social and environmental priorities, but also to values aiming to uplift the standards of living of the Saudi citizens, but also statements about the importance of the cultural and religious frameworks.
For more information please visit www.tfrasheed.org

Note:
There is an additional data available in a full/extended version of the slideshow on NCUSAR website