Provision of social security on the basis of social contracts in Kyrgyzstan

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A social contract is an agreement on mutual obligations between a low-income or limited-means family and a territorial division of the Ministry of Labour, according to which the territorial unit provides budget funds totalling 100,000 soms ($1,119) to a low-income or limited-means family to start a business.

This new state support mechanism is being implemented within the framework of the National Development Program of the Kyrgyz Republic until 2026, as approved by Decree of the President of the Kyrgyz Republic S. N. Japarov No. 435 dated 12 October 2021.

Recipients of state assistance are poor or low-income families with potential for work.
WHAT FAMILIES CAN ENTER INTO A SOCIAL CONTRACT WITH THE STATE?

- presence of document confirming that the family is of low income or limited means
- consent by the family to receive social assistance on the basis of a social contract
- the family has a business plan and potential for work and assets

Resolution of the Cabinet of Ministers of the Kyrgyz Republic “Concerning provision of social assistance on the basis of a social contract”, No. 385 dated 15 July 2022

The social contract is concluded for three years
The social contract project has started in the pilot areas (100 projects/families in 2022)
Realisation of an income-bearing project right across the country

- **Batkenskaya Region**: 560 families / 56.0 million soms
- **Chuyskaya Region**: 612 families / 61.2 million soms
- **Issyk-Kulskaya Region**: 674 families / 67.4 million soms
- **Jalalabadskaya Region**: 3286 families / 328.6 million soms
- **Narynskaya Region**: 577 families / 57.7 million soms
- **Osh City**: 160 families / 16 million soms
- **Oshskaya Region**: 2858 families / 285.8 million soms
- **Talasskaya Region**: 86 families / 8.6 million soms
- **Bishkek**: 1187 families / 118.7 million soms

**Small business** (greenhouses, paving stone production, car repairs, welding etc)

**Subsidiary farm** (livestock rearing, farming organisation etc)

**Other measures** (sewing, repair services, agricultural services, cooking services etc)

- **100.0 thousand soms in support issued to each family**
- **10,000 families/projects**
- **55.5 thousand people’s well-being raised**
- **1.0 million soms financed**
- **11.8 thousand jobs created**
The “social contract” is witness that every person has the right and the potential to make their own contribution to society and make their ideas a reality that bears fruit.
Areas covered by social contract participant business projects in 2022 and 2023

12800 family/project

- **16.4%: production** (15% sewing, the remainder production of reinforced concrete products and windows, soap making, dried fruit production, furniture workshop and crushing services)
- **6.2%: trading** (small shops, chemists)
- **6.4%: service provision** (catering and taxi services, construction, installation and personal services, confectionery production, IT, beauty salons, self-diagnosis centres, massage)
- **71% in agriculture** (68% animal rearing, the remainder in plant cultivation, bee keeping, greenhouses, bird-rearing)
The realisation of the project is being supervised personally by the President of the Kyrgyz Republic, S. N. Japarov.

The project reveals human potential.

The implementation of the mechanism was greatly appreciated by influential international organizations.

The state is continuing with its policy of support and monitoring.

The project is radically changing people's awareness and ways of thinking.

The welfare of more than 70,000 people is improving.

The project is turning dreams into reality.

The welfare of more than 70,000 people is improving.
Thank you for your attention!