

Impacts of Transformation on the Regional Development



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Regional policy, introduction

- **basic terms (regional development, transformation);**
- **reasons for the differentiation of the regions;**
- **goals of the regional policy;**
- **regional policy in the process of transformations;**
- **Czech regional policy (tools, institutions, policies).**

Transformation of the Czech Republic

- **totalitarian system into the democratic system**
- **central-planned economy into the market economy**

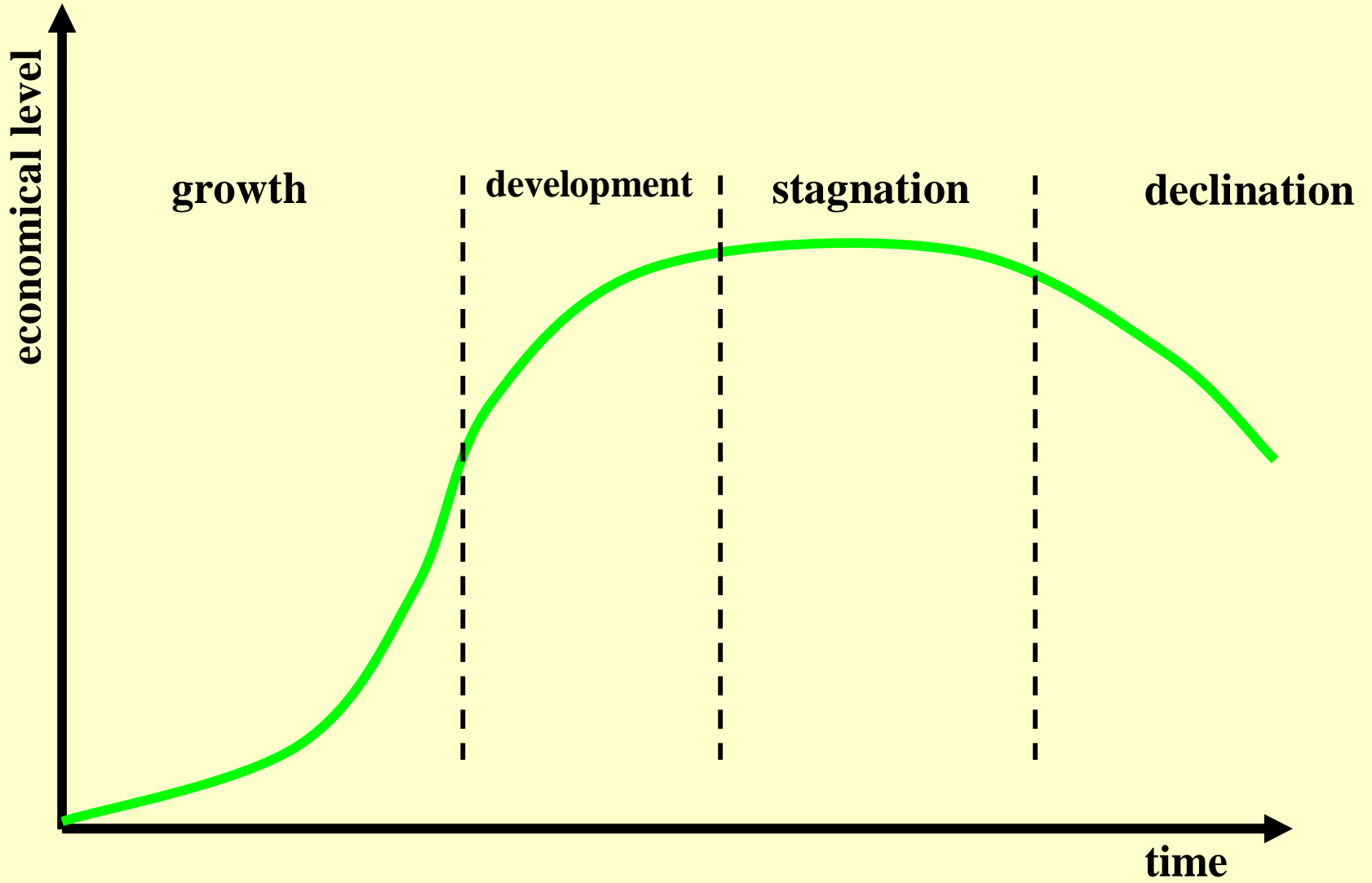
Communist period (1948 – 1989)

- **totalitarian system**
- **inefficient**
- **social guarantees**
- **central-planned economy**

Economic transformation:

- **liberalization of prices and foreign trade**
- **internal convertibility of the currency**
- **privatisation programs**
- **restrictive monetary and financial policy of the state**
- **tax reform**

Phases of the development of the projects



Basic factors of regional differentiation:

Geographical factors:

location, total area , distance to centre, traffic connection, climate, natural conditions, natural environment, ...

Demographical factors:

number of people; inhabitants density; age and sex structure of inhabitants; birth-rate, mortality; qualification (education), ...

Economic factors (also connected with the political factors):

employment structure (primary sector, secondary sector, services,..); seat of firms; intensity of the interaction within the region; number of SME's (Small and Medium sized Enterprises); macroeconomic policy,...

Some reasons of regional differentiation in the Czech Republic

- Drop down of the production and employment in the heavy industry
- Decrease of the employment rate in the agricultural
- Differential development of the services sector
- Differential development of the small and medium private enterprises
- Low interregional mobility of the employees
- Differential conditions of the natural environment

History of the Regional Policy in the CZ

- CPE, massive redistribution and reallocation, (until 1990);
- Regional Policy Act (1991);
- Act on Principles of Government Regional Economic Policy (1992);
- The Ministry for Regional Development (1996);
- Principles of Regional Policy (1998).

Regional policy

The regional policy is understood as a conceptual activity of the state and regional authorities with the aim to:

- 1) contribute to the balanced and harmonious development of the regions,**
- 2) reduce the differences in the levels of development between the regions,**
- 3) improve the regional economic and social structure.**

Theory of the regional development:

- **Development poles**
- **Support of weak regions**

The Principles of the Government Regional Policy define two types of problem regions:

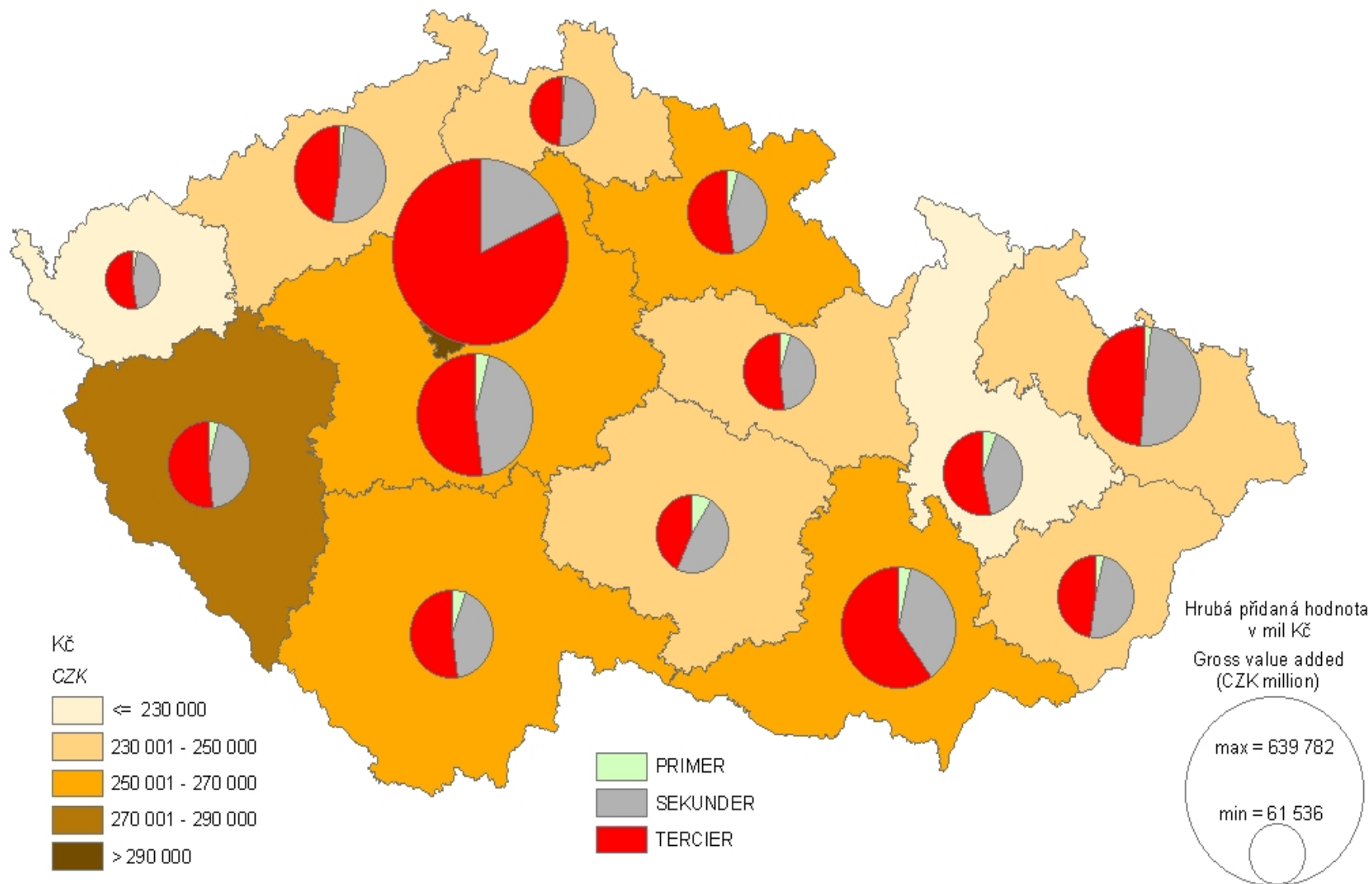
- **Structurally afflicted regions**
- **Lagging regions** (economically weak regions)

Tools for Regional Development

- **fiscal policy,**
- **monetary policy,**
- **protectionism,**
- **reallocation of capital;**
- **reallocation of working forces,**
- **programming,**
- **institutional support.**

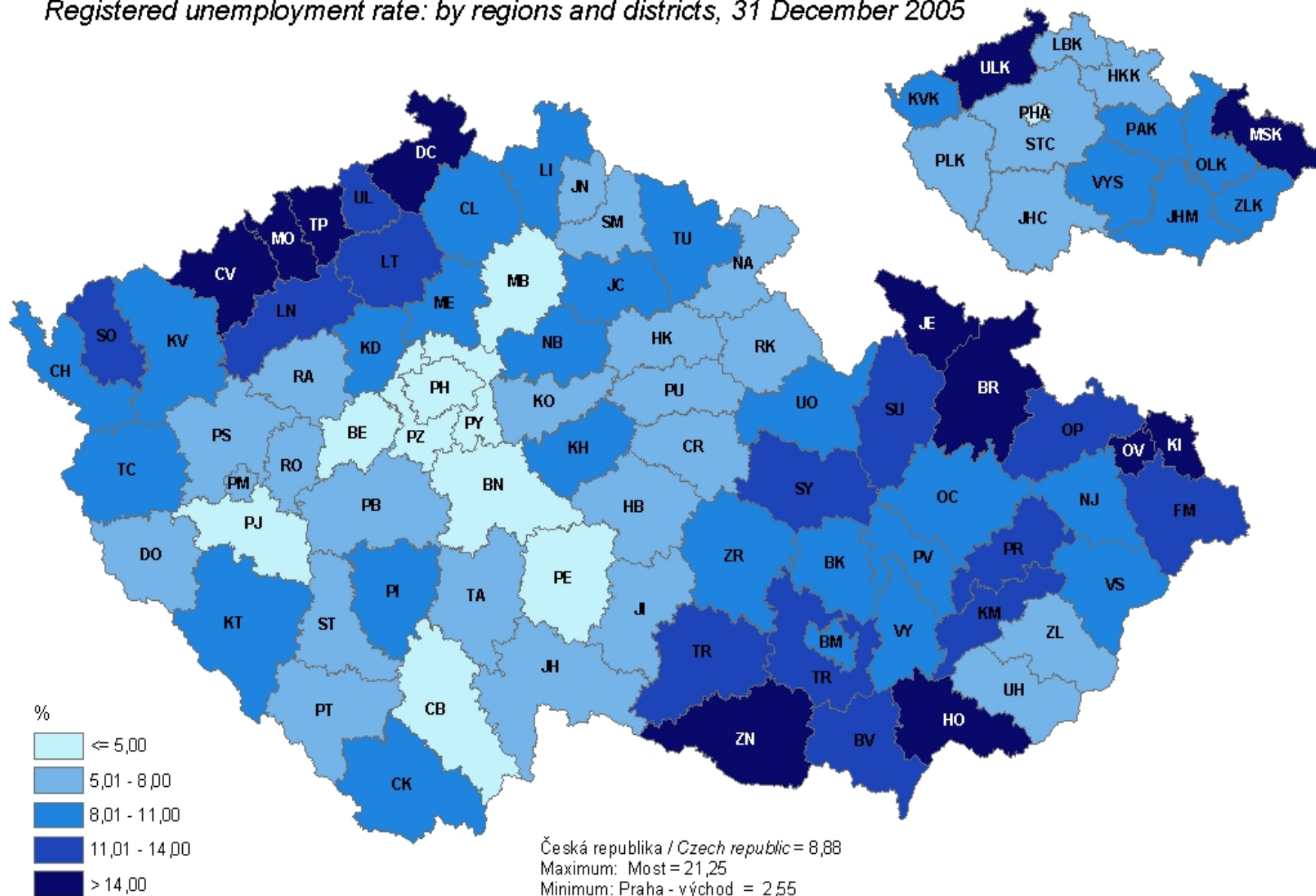
Hrubý domácí produkt na 1 obyvatele v KČ a struktura hrubé přidané hodnoty v roce 2005

Gross domestic product per capita and structure of gross value added: CZK, 2005



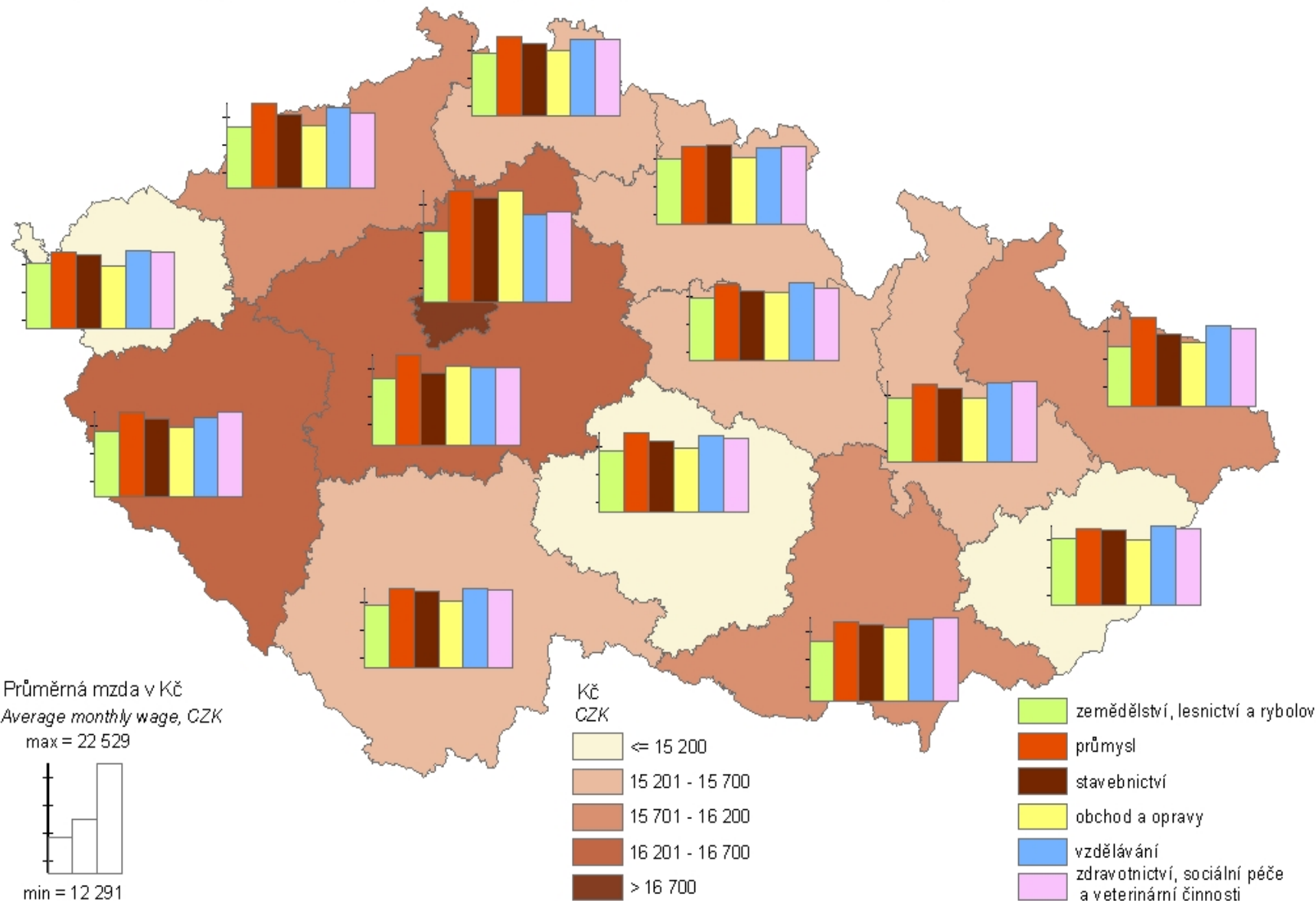
Míra registrované nezaměstnanosti podle krajů a okresů k 31. 12. 2005

Registered unemployment rate: by regions and districts, 31 December 2005

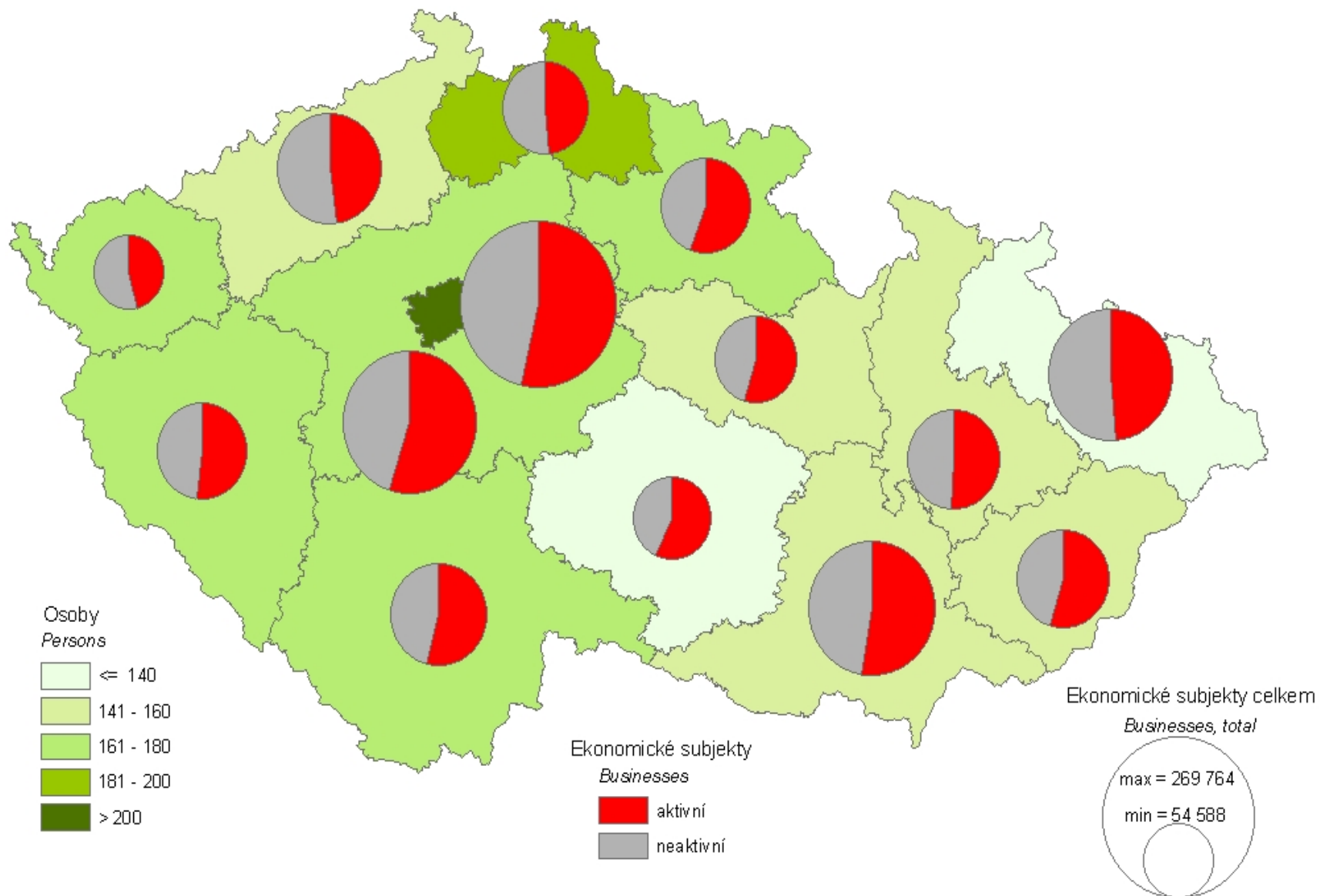


Průměrná hrubá měsíční mzda v Kč na fyzické osoby v roce 2004 (podle místa pracoviště)

Average monthly gross wage per employee: by place of work 2004 (CZK)

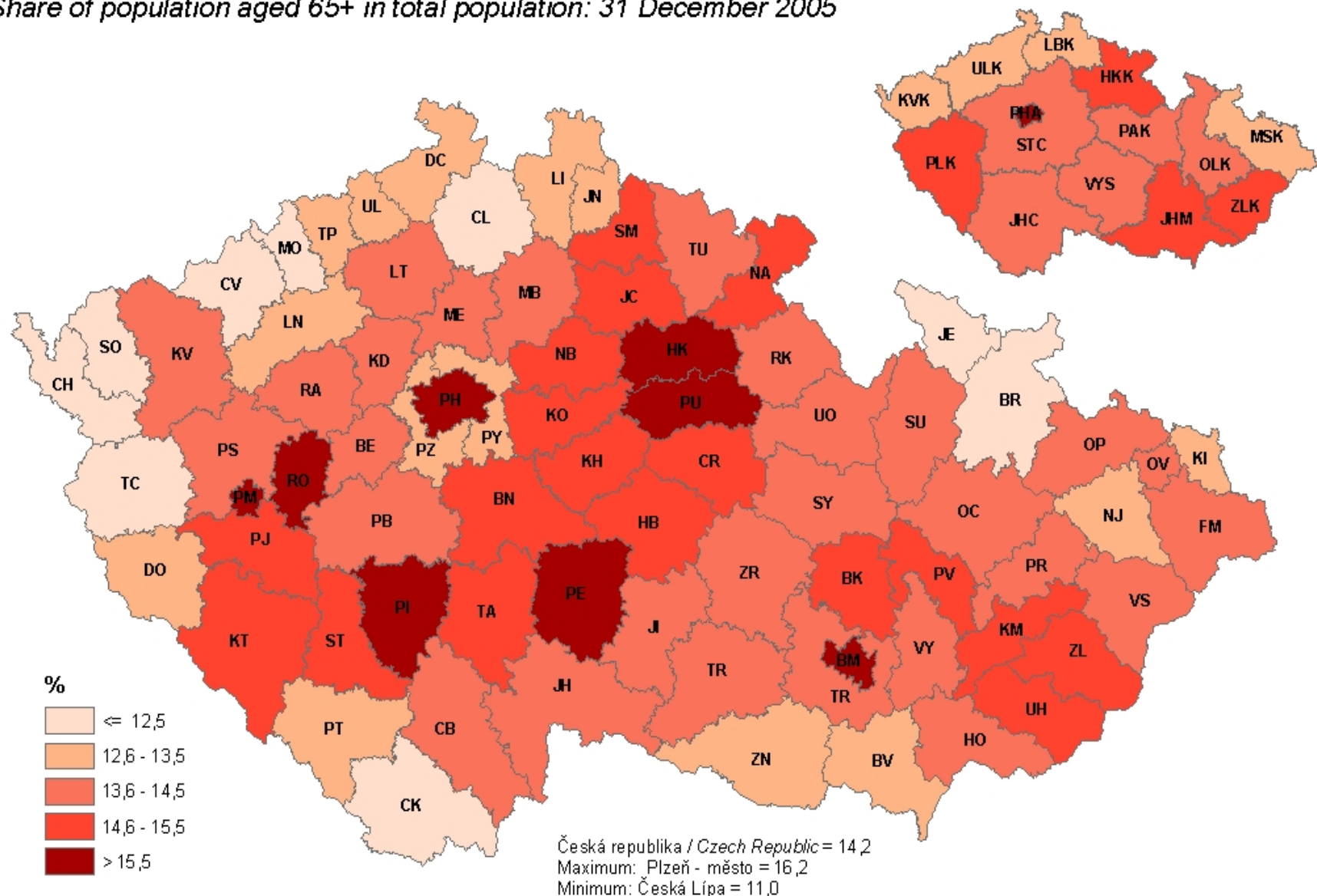


Soukromí podnikatelé na 1 000 obyvatel a podíl aktivních subjektů v krajích k 31. 12. 2005
Private entrepreneurs per 1 000 population and share of active businesses in regions: 31 December 2005



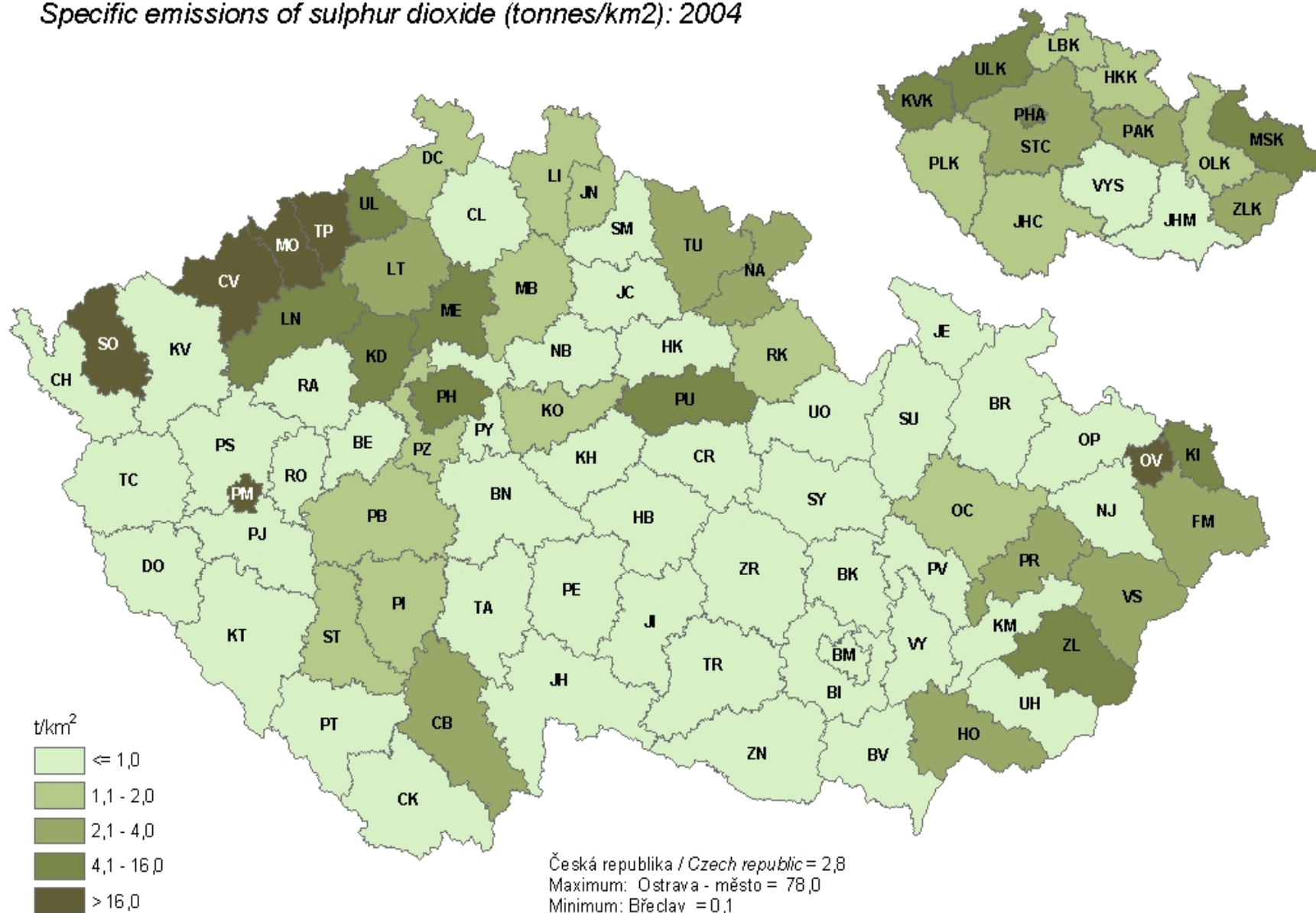
Podíl obyvatel ve věku 65 a více let na celkovém počtu obyvatel k 31. 12. 2005

Share of population aged 65+ in total population: 31 December 2005



Měrné emise oxidu siřičitého (REZZO 1-3) v tunách na 1 km² v roce 2004

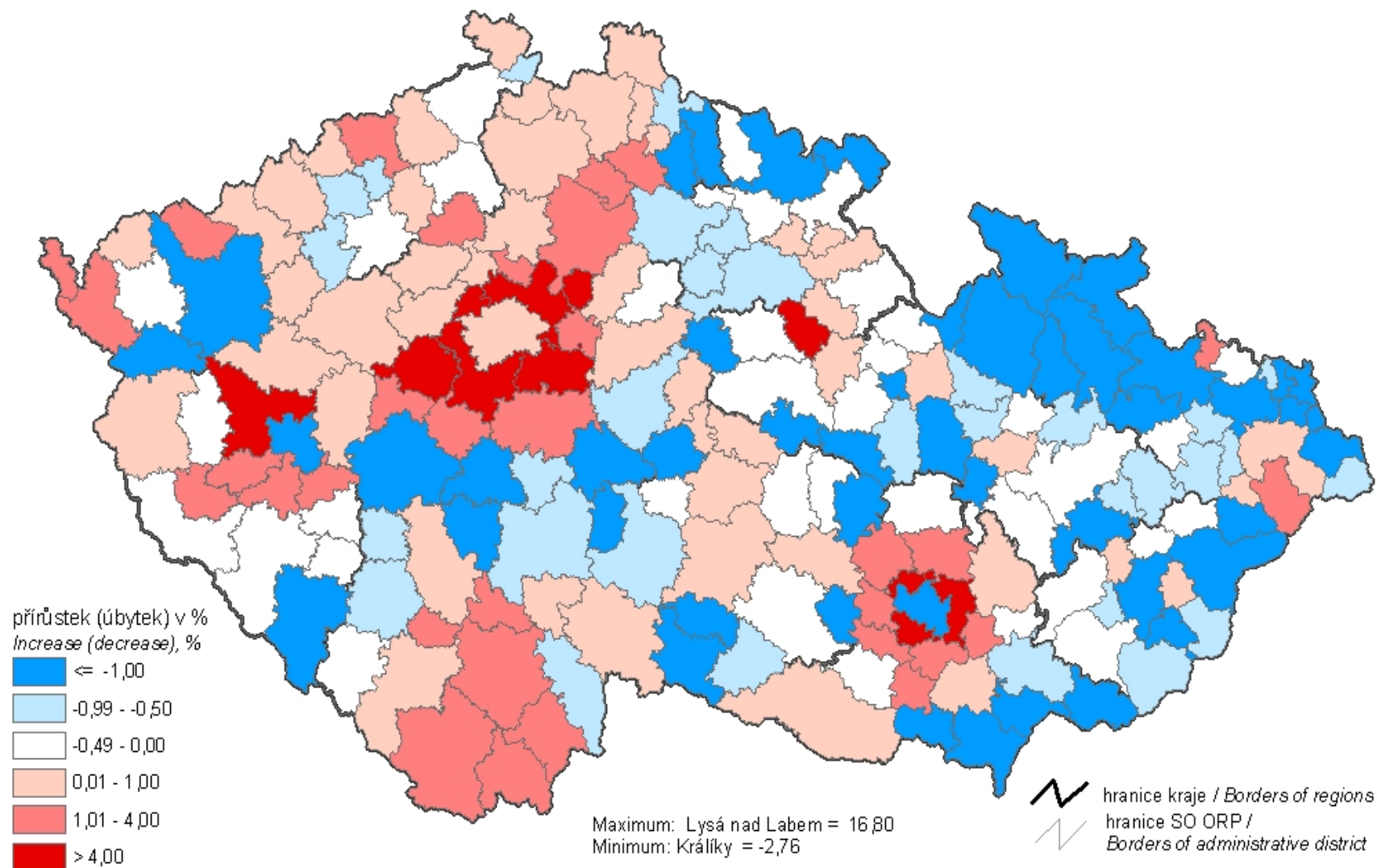
Specific emissions of sulphur dioxide (tonnes/km²): 2004



Vývoj počtu obyvatel v letech 2001 – 2005 podle správních obvodů ORP

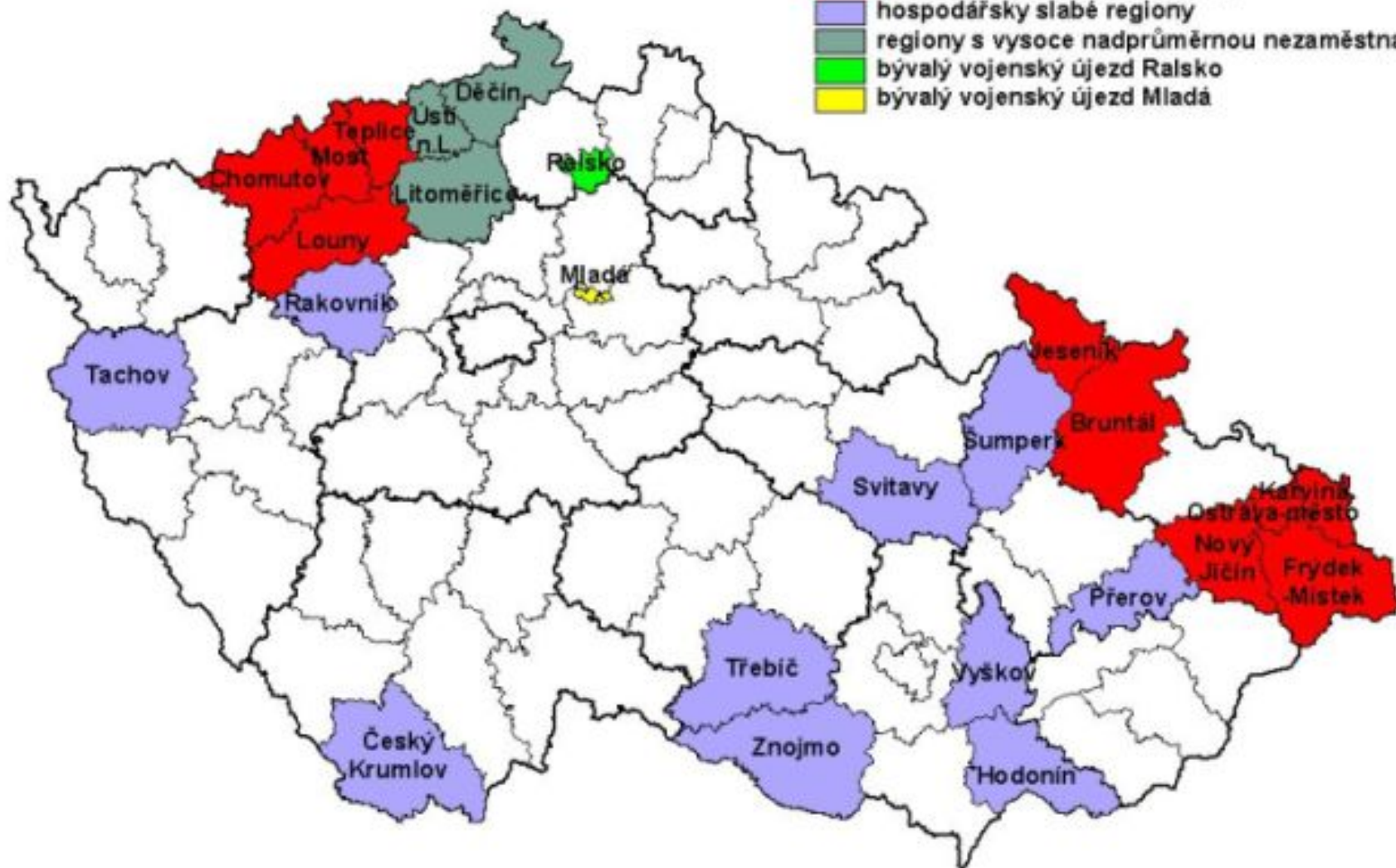
Development of the population:

by administrative district of municipalities with extended powers, 2001 - 2005



Rozložení regionů České republiky se soustředěnou podporou státu v letech 2004 - 2006

- strukturálně postižené regiony
- hospodářsky slabé regiony
- regiony s vysoce nadprůměrnou nezaměstnaností
- bývalý vojenský újezd Ralsko
- bývalý vojenský újezd Mladá



MINISTRY FOR REGIONAL DEVELOPMENT OF THE CZECH REPUBLIC

- regional policy, including regional support for private enterprises
- housing policy
- zoning
- tourism



Organizations controlled by MRD

- Czech-Moravian Guarantee and Development Bank
- Institute for Territorial Development
- Czech Tourist Authority
- Centre for Regional Development of the Czech Republic



