

The impacts of private sector on economic development of Somalia, Wadajir District, Banadir region as a case study.

Abdikadir Ahmed Mahad

Introduction

The research aimed at assessing the impacts of private sector on economic development of Somalia, Wadajir District, Banadir region as a case study.

Results

The finding of this study revealed that private sector has a great impact on economic development of Somalia; therefore the study agreed that private sector increases employment opportunities, business skills, infrastructural development, and poverty eradication. Meanwhile most the study revealed that problems attributed the violent nature of the public sector today are over consumption of government funds, corruption programs, and ignorance among the society which was found to be the major cause of unemployment.

Methodology

Both qualitative and quantitative techniques were used. The quantitative techniques was presented by use of tables and converted to percentages according to the themes, the data collection method used includes questionnaires, Documentary view and data was descriptive in nature. The Objective of the study was to examine the major effects of private sector on economic development of Somalia. It aimed at establishing the existing efforts by relevant views towards the private sector. The General population of the District was estimated 125.031 the research population was 150 and the sample size was 108 respondents. However, the private sectors in Somalia have shown exceptional recovery and adoptability in the relevant circumstances of statelessness. Today, the entire Somalia economy, including sectors that were formerly under the state control-health care delivery, public education, veterinary service, telecommunication, electric power, and water suppliers, has been Privatized Due to unfavorable conditions of statelessness, there is no any public sector working in Somalia; all these private sectors are operating at minimum capacity, the business community cannot make investment at present.

Conclusion

Therefore the findings of this study agreed that private sectors can be considered as the only way out of the all problems faced and as a major tool in the economic development of Somalia, since the sectors are managed by private ownership and government intervention only comes into the rescue in case of poor administration. In spite of this tangible economic progress in recent years in Somalia the challenges are hard to overcome or deal with and many to list because there is no national economic planning or supervision.

Keywords: Private Sector, Economic Development, Economic Infrastructure