

**MULTIDIMENSIONAL POVERTY MEASUREMENT AT MALAYSIAN ZAKAT
INSTITUTIONS: MONETARY AND NON-MONETARY INDICATORS**



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BY:

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MOHD FAUZI MOHD HARUN
SANEP AHMAD**

DECEMBER 2012

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DECEMBER 2012

Tarikh : 31 Disember 2012
No Fail Projek: 600-RM1/SSP/FRGS 5/3/Fsp (112/2010)

Penolong Naib Canselor (Penyelidikan)
Research Management Institute (RMI)
Universiti Teknologi Mara
40450 Shah Alam, Selangor
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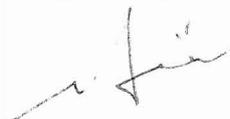
Tuan,

**LAPORAN AKHIR PENYELIDIKAN MULTIDIMENSIONAL POVERTY
MEASUREMENT AT MALAYSIAN ZAKAT INSTITUTIONS: MONETARY AND
NON-MONETARY INDICATORS**

Merujuk kepada perkara di atas, bersama ini disertakan (3 naskah) laporan Akhir Penyelidikan bertajuk **Multidimensional Poverty Measurement At Malaysian Zakat Institutions: Monetary And Non-Monetary Indicators.**

Sekian. Terima kasih.

Yang benar,



PROF MADYA DR ARIFIN MD SALLEH
Ketua Projek Penyelidikan

Surat Kami : 600-RMI/SSP/FRGS 5/3/Fsp (112/2010)
Tarikh : 30 Disember 2010



Prof. Madya Dr Arifin Md Salleh
Institut Kajian Zakat Malaysia (IKAZ)
Universiti Teknologi MARA Melaka
KM 26, Jalan Lendu
78000 Alor Gajah, Melaka

Y. Brs. Prof/Tuan/Puan

KELULUSAN SKIM GERAN PENYELIDIKAN FRGS FASA 2/2010

Tajuk Projek : Multidimensional Poverty Measurement in Zakat Institutions: Monetary and Non-Monetary Indicators
Kod Projek : 600-RMI/SSP/FRGS 5/3/Fsp (112/2010)
Bidang : Sains Sosial
Tempoh : 27 Disember 2010 – 26 Disember 2012 (24 bulan)
Jumlah Peruntukan : RM 30,000.00
Ketua Projek : Prof. Madya Dr Arifin Md Salleh

Dengan hormatnya perkara di atas adalah dirujuk.

2. Sukacita dimaklumkan pihak Kementerian Pengajian Tinggi melalui surat JPT.S(BPKI) 2000/011/09 Jilid. 4 (19) telah meluluskan cadangan penyelidikan Y Brs Prof./tuan/puan untuk di biayai di bawah Skim Geran Penyelidikan Fundamental (FRGS) Fasa 2/2010.

3. Bagi pihak Universiti kami mengucapkan tahniah kepada Y. Brs. Prof./tuan/puan kerana kejayaan ini dan seterusnya diharapkan berjaya menyiapkan projek ini dengan cemerlang.

4 Peruntukan kewangan akan disalurkan melalui tiga (3) peringkat berdasarkan kepada laporan kemajuan serta kewangan yang mencapai perbelanjaan lebih kurang 50% dari peruntukan yang diterima.

Peringkat Pertama	20%
Peringkat Kedua	40%
Peringkat Ketiga	40%

5. Untuk tujuan mengemaskini, pihak Prof./tuan/puan adalah diminta untuk melengkapkan semula kertas cadangan penyelidikan sekiranya perlu, mengisi borang setuju terima projek penyelidikan dan menyusun perancangan semula bajet yang baru seperti yang diluluskan. Sila lihat lampiran bagi tatacara tambahan untuk pengurusan projek.

Sekian, harap maklum

“SELAMAT MENJALANKAN PENYELIDIKAN DENGAN JAYANYA”

Yang benar

MUSTAFAR KAMAL HAMZAH
Ketua Penyelidikan (Sains dan Teknologi)

Penolong Naib Canselor (Penyelidikan) : 603-5544 2094/2095
Bahagian Penyelidikan : 603-5544 2097/2091/2101/5521 1462
Bahagian Perundingan : 603-5544 2100/2787/2092/2093
Bahagian Inovasi : 603-5544 2750/2747/2748

Bahagian Penerbitan : 603-5544 1425/2785
Bahagian Sokongan ICT : 603-5544 3097/2104/5521 1461
Bahagian Sains : 603-5544 2098/5521 1463
Pejabat Am : 603-5544 2559/2057/5521 1636

Penolong Pentadbiran : 603-5544 2090
Fax : 603-5544 2096/2767
Unit Kewangan Zon 17 : 603-5544 3404
603-5521 1386



5.Report

5.1 Proposed Executive Summary

In practice, zakat institutions in Malaysia use the monetary approach in measuring poverty through the conventional Poverty Line Income (PLI) and Had al Kifayah (necessities of a household) methods. PLI is set by the Economic Planning Unit (EPU) of the Prime Minister Department whereas each zakat institutions determined their had al kifayah respectively. Economists have argued that the current poverty measures using monetary approach is not able to reflect the multidimensional nature of poverty which has developed due to the rapid economic development process and changes of the economic structure (Nair, 2000). Unfortunately, there is no such effort has been taken by zakat institutions to use this approach. Thus, there is a need to look at poverty from the multidimensional outlook, taking into account non-monetary approach and Islamic indicators to determine the poor. Hence, poverty could be analyzed in a more comprehensive dimension by the policy makers..

The objective of the research is to formulate an Islamic Poverty Indicator (IPI) as an alternative poverty measurement. The IPI which incorporates monetary and non-monetary indicators comprising of *maqasid-al sharia* (objective of the religion) elements, namely religion, knowledge, physical-self, offspring and wealth that is envisaged to reflect the multidimensional phenomenon of poverty in a more holistic way.

The exploratory research would employ primary data through expert opinion and survey using questionnaire to respondents among poverty group. The method of expert opinion as there is no previous validated used to formulate an IPI. The conceptual framework of the research would be adopted from the works of Mohd Fauzi Harun (2007), Islamic Relief (2008) and Rosbi and Sanep (2010). The proposed IPI is expected to give an alternative of measuring poverty to zakat institutions to identify a more holistic poverty group.