BOOKS REVIEWED

Report of the Task Forces on Bangladesh Development Strategies for the 1990s (UPL, Dhaka, 1991, Vols. 1-4)

Reviewed by Md. Anisur Rahman

Former Chairman, Dept. of Economics, Dhaka University and Former Member of Planning Commission, Government of Bangladesh.

The Report of the Task Forces on Bangladesh Development Strategies for the 1990s is indeed a phenomenon. Hats off to the Planning Adviser of the Interim Government for his imaginative intitiative to make the best use of his temporary office, and to the over 250 professionals who have given their sweat without asking for a material reward, to help the nation's leaders formulate policies for the development of the country.

Twenty nine Task Forces in areas of economics, development administration, technology, energy, women in development and environment deliberated on the state of affairs in their respective fields and on directions for positive change, under three objectives of development strategies given to them as proclaimed by most of our political parties and in the successive Five Year Plans, i. e.,

(i) alleviation of poverty;

Ω

(ii) greater self-reliance in the development process; and

(iii) ensuring a process of sustained growth for the economy.

As I have discussed elsewhere*, I have a basic problem in talking in terms of concepts like poverty alleviation which give the people a negative self-image and delivery orientation rather than invoking creative effort from them with the needed transfer of control over productive assets. This, however, I shall not harp on here. The report of the Task Forces comprise a collection of information, analysis and recommendations in the various respective fields, for the first time put together in one handy set of documents. The development challenge for the nation comes out in this set of documents in clear and unambiguous terms. The information and analysis of the economy and of its performance since independence, and of the "superstructure" governing it, add up to the following dismal picture:

The growth rate of GNP over the last 20 years since independence has averaged in the order of 4 per cent per annum which has not given any dynamism to the economy; growths in total agricultural as well as food crop outputs have progressively decelerated, both having been in the neighborhood of 2 per cent per annum in the eighties, barely keeping pace with the rate of population growth; industry has stagnated, with its share of GNP declining in the last decade from a peak level of 10.8 per cent in 1979-80 to 8.49 per cent in 1988-89; the infrastructure of the country is not being maintained. And with all this there has naturally not been any fuundamental improvement on the poverty front, although the condition of some poverty groups has improved thanks perhaps to some specific anti-poverty programmes and a relative decline in foodgrain prices in recent years.

The rate of saving out of domestic income has remained negligible, with chronic dissaving by the public sector and little saving by the private sector. The aid-dependence of the country's develop-

^{* &}quot;People's Self-development", Journal of Asiatic Society of Bangladesh (Hum.), Vol. XXXIV, No. 2, Dec. 1989, and Md. Anisur Rahman, "Towards an Alternative Development Paradigm", Bangladesh Journal of Political Economy, Vol. 11, No. 2A.

ment budget has steadily risen and is total today. Much of the aid funds have been leaking into the hands of rent seekers in the aid funds administration and a foreign consultancy network patronized by the aid agencies. Whatever productive activities have been taking place in the country, as well as survival activities of the population, have been increasingly destroying resources for future survival and sustainable development - industrial pollution destroying fisheries resources; deversion away from soil into the household oven valuable nutrients and organic matters destroying soil quality; depletion of bio-diversity vital for human survival directly as well as through its effects on the sustainability of agriculture, forestry and fisheries production; and rapid depletion of forest resources, the effective tree cover today being an alarming 5.1 per cent of the total land area while the "danger limit", I understand, being in the order of 20-25 per cent.

With the rate of growth of population as it is, the future survival of the nation (as a society of any order) depends on the ability to lift the growth rate of GNP to the order of 6-8 per cent by the turn of the century and sustanin it in that neighborhood. Without a drastic change in the nature of the environment-affecting activities of the nation and in particular without a major breakthrough in agricultural technology to preserve soil quality and bio-diversity, such an accleration of economic activities will further press on the degrading environment and will in fact be self-defeating - e. g., the nation will not "survive" in the long run short of a revolution in its environment "culture".

To cap it all, the state of the nation's "superstructure" is not conducive to facing this challenge of development. The major political parties represent the interests of the "millionaire" rather than of the ordinary people. A sad erosion of national self-respect surrendering initiatives for the solution of problems to external assistance, viewing successes in accessing external funds as high credentials, and a lust for foreign products have left little encouragement for local initiatives and the production of indigenous goods. Donor politics is very much a part of this negative superstucture. The promotion of political and commercial interests of the donor rather than serious development of the country, seems to have been the dominant objective of aid policy. Aid has come easy from donors who have patronized one government after another notwithstanding the heights of abuse of aid funds, and whose "experts" and consultants rather than the country's own professionals have had the dominant voice in deciding upon and implementing "development" projects. An import liberalization policy has been imposed on the country handicapping its bid for industrialization, while the donors' policies of tied aid (tying aid to the import of both goods and expertise from the donor countries) have given implicit protection to donors' "industries" producing goods as well as consultants.

The Task Forces are to be congratulated for laying bare so very vividly the nature of two decades of "anti-development" and the dismal nature of the "initial conditions" with which the nation has reentered into a phase of political democracy. It should, however, be clear from the set of reports that the three objectives of development strategy given to the Task Forces as guidelines are not attainable without a drastic change in the "supersturcture", e. g., without the coming into political power of genuine representatives not of the nation's millionaires but of the wider society; in the regeneration of a spirit and culture of self-pride in all spheres of economic and social life, and in the donor agencies cooperating with such transformations rather than seeking client governments in the country to promote their own industrial, business and employment interests. These preconditions do not exist at this stage. Perhaps in the euphoria of the transition back to political democracy the Task Forces could not have said this stark truth, i.e., the development problem has no solution until its preconditions are given. Positive recommendations addressing the government (and opposition parties) had to be given in any case as a ritualistic duty.

The reports contain a long list of recommendations in the different respective fields, most of which any worthy government would seriously consider. They are, however, not integrated to form parts of one whole. They could not have been so, perhaps, in the time at the disposal of the Task Forces. In this sense, most of the different sets of recommendations are "partial equilibrium" viewpoints which need review from the point of view of important unadimitted considerations. For example, in recommending an unlimited role of private enterprise in industry, the Task Force on Industrial Policy has not considered either the social or the environmental implications of such a strategy. The nation had rejected the concept of "20 families" as a part of its independence movement, for reasons which if anything should be even stronger today. The display of affluence by the "millionaires" in the society amidst severe mass poverty and widespread unemployment is already contributing to mounting social unrest, and an unbridled private venture to industrialization seems unlikely even to settle down. With the Task Force on Environment citing the near total lack of enforced regulations on industrial (and marine) pollution, the question of who will bear the environment costs of private enterprises needs also to be addreesed. The predisposition of the Task Force on Industrial Policy toward (competitive) market signals without a caution also overlooks the fact that the market is typically environment-blind which this society cannot any longer afford to be. It is already clear from the report of the Task Force on Environment (and also of that on Technology) that without direct social control of environment-affecting private initiatives much of the country's economic activities are likely to become technically unsustainable beyond some 20 years or so.

There is also a basic economic question which has not been asked by the Task Forces in charge of the economic fields. Given the imperative need to raise the growth rate of GNP sharply, from the current 4 per cent or so to the order of 6-8 per cent and to sustain it there, the crucial question is which economic class or classes, and what kind of social formation (e. g., individual or joint initiatives) would have the best potential to generate the needed surplus and its productive investment on a continuing basis. Somehow the concerned Task Forces have stopped short of this vital question, and have remained preoccupied with sequences of one-time rises in production and employment which do not per se ensure the needed sustained high rate of accumulation and growth. In fact, unless I have missed some statement somewhere in this 1500-1600 page set of reports, the only place where a concern for surplus generation appears is in the report of the Task Force on Techonology, which recommends a move away from tiny rural cottage industries to small - scale rural industrialization explicitly out of a consideration for surplus maximization, a line of enquiry which should have been a central element in the deliberations of all the Task Forces facing the growth challenge. This is a challenge to discover where the accumulation drive of the society might lie, and to enquire how the best potentials in this respect could be tapped. It is not at all clear - the logic has not been drawn - that the totality of recommendations of the Task Forces promise a transition to the desired order of the overall growth rate.

From this point of view, the thesis of "declining importance of land reform" in view of the land-people ratio presented by the Task Force on Peverty Alleviation, and the implicit support to this thesis by the Task Force on Food and Agriculture and Land Administration does not also address the above crucial question. The control of agricultural assets must come in the hands of a high surplusgenerating class of producers under an appropriate social formation. This means, I suggest, some form of group farming, storage, marketing and loan operation by the direct producers in agriculture, in order to reap the benefits of economies of scale and cooperation, and

also to stimulate the collective self-mobilization of the peasantry to go on directly transforming their labour into (infrastructural) capital - a form of instantaneous surplus generation and its investment. Such social formations could also reduce the aggregate cost of meeting the consumption needs of the concerned population and thereby generate more surplus by various kinds of cooperative services - e.g. cooperative stores, education and health facilities, social insurance, etc. - initiated by such groups. This is what I see as the more important potential of the class-organizations of the land-poor in the countryside to which the Task Force on Poverty Alleviation and a number of other Task Forces have made references, indicating a direction of agrarian reform which has become a matter of sheer arithmetic compulsion for us.

At the very mundane level of immediate concrete action, I would single out the priority given by the Task Force on Energy to spread the use of improved stoves as of vital importance for the health of almost half of our population and for conservation of rapidly depleting biomass fuel. This recommendation of the Task Force can be taken up by the entire society for implementing action without waiting for "development assistance" or policy decisions from above. I understand that Grameen Bank's field experiments with such stoves indicate that there are still some gaps between the design of such stoves and the specific sources of fuel that low income village women can access, and hence some redesigning of the stoves may be necessary. The designers of such stoves, and other relevant competent quarters, may be urged to quickly respond to this experience. I would also mention an omission of another encouraging development - the technology for producing "spirulina", a powerful nutrition supplement, is now in our hands, thanks to the dedicated women scientists in the BCSIR who completed their successful research for the adaptation of this technology about the same time that the nation

entered into the present phase of rebirth of political democracy. This signals a breakthrough on the nutrition front which is now ready for commercial production. The same scientists are now experimenting to discover a technology to have this algae produced in every household of the country. They deserve every encouragement and support in their effort which hopefully will give all development agencies, social activists and the media another massive piece of task by way of taking the spirulina technology to every door in the country as has been done e. g., with oral saline.

As for the other tasks outlined by the Task Forces addressed mainly to the policy makers, the basic problem of the negative superstructure remains. We have no indication that the dedicated work of the nation's best professionals has made any impression on the concerned quarters. The reason for this is contained in the Task Forces' reports as already suggested. In this framework the most valuable suggestion in the whole set of reports, again to be taken up by social action groups, remains that in the Reports on the Role of Political Parties and on Poverty Alleviation, toward working for the creation and strengthening of social and class organizaions to articulate and assert the point of view of the majority of the people and to take collective development initiatives themselves. Short of this, a development process in the country meaningful to the people will not even begin. With such popular forces emerging, the role of our professionals would be to address and work directly with these forces, and to help them with those information and analyses which professionals might be in a more advantageous position to collect and process, in order to strengthen the capability of such forces to lead and lift the society. In soon a standard and standard and gablorid of

Meanwhile, the nation owes a big "thank you" to the Task Forces for their work, in particular for alerting all about the gravity of the

supply the set of a s

economic and social state of affairs. It has been a particular pleasure to read the reports of the Task Forces on Technology and on Environment which both make an integrated analysis of economic. environmental and technological dimensions of our development problem, attempts which enlighten all by showing the essential interrelation between these disciplines. Even if some other individual Task Forces have not been able to face the "general equilibrium" challenge (economic, social, environmental) of a search for a development strategy that will spark off a high growth rate which could be socially and ecologically sustainable, their contributions are nevertheless very valuable, first as a source of information; secondly as a debating point; and thirdly, by revealing gaps in the current lines of economic enquiries which urgently call for new directions of research - most importantly, (1) to enquire into the surplus-generating character and potentials of different economic classes and socioeconomic formations and of interventions to promote local-level development or poverty alleviation, and (2) incorporation of environmental cost-benefits in the economic calculas, and enquiry into the means of ensuring that these cost-benefits have their due weight in guiding action. And finally the reports as a whole serve to underline the urgency of total mobilization of our scientists for the needed technological breakthrough to achieve ecologically sustainable development.

The University Press Limited also deserves to be thanked for making these reports available in record time in a handy form. The price of the set remains beyond the reach of most citizens -(paradoxically, only those "millionaires" can buy them !). I hope that all "rich" libraries in the country will buy several copies of the set each so that citizens with inadequate means can go there and read them. And the donor agencies might also wish to read them, if only to be alerted that the nation is not unaware of the damage two decades of "development assistance" has done to the country; and that there is some self-respect and concern for national self-reliance still left in the country as symbolized in the very conception of the Task Forces and in most of the reports that have been presented as well as in the culture of professionals ignoring "market signals" and contributing *voluntary labor* for the good of the society which does not have a place in the donors' perception of a development strategy.

Localestine (subarocia and a "instruction" to content school of

substance of a nor shafty is a concepted to think bein protocyphony is bound of the second statement of the

A second there is an alwallotter to be of the order of a scalarly term who are the part of the part of the court of the order of the term of the order of the second of the court of the second of the second of the second of the court of the court of the second of the term of the second of the court of the court of the second of the term of the second of the court of the second of the term of the term of the second of the court of the second of the term of the term of the second of the court of the second of the term of the term of the second of the term of the term of the term of the term of the second of the term of the term of the term of the term of the second of the term of the second of the term of the second of the term of the second of the term of the second of the term of t

1.38

Kamal Siddiqui, (ed.)

Local Government in South Asia : A Comparative Study, (University Press Limited, Dhaka, 1992, pp. 345 + xxii, price : Taka 500.00)

Reviewed by Iftekharuzzaman, Research Director, BIISS

Recent years have witnessed a sort of boom in terms of publications on South Asia. A growing number of books and monographs has been published on various aspects and issues related to the region's politics, economics, history, inter-state relations, etc. Scholars, academics, practitioners and others have generated, and/or responded to, increasing interests in South Asia sparked off largely by the emergence of SAARC, the South Asian Association for Regional Cooperation. That way even the strongest critic of this fledgling and many ways handicapped organization would possibly give some credit to SAARC.

The book titled Local Government in South Asia : A Comparative Study, edited by Dr. Kamal Siddiqui, a Bangladeshi economist and a civil servant, is prima facie, one of the latest additions in this wave of SAARC literature. Quite typical of Siddiqui, he modestly considers his book a 'contribution to the SAARC spirit'. In reality, the book is much more than that. Here is one well-researched academic publication which not merely fulfills a long-felt need of a compendium on the evolution, comparative state, and problems of local government in South Asian countries, but also a pioneering work which, to say the least, indicates the basic issue areas on which future work on the subject should focus on.

neizpassi orbolaesa

Local government as a concept and as an institution is located at the lowest hierarchy of the governmental institutions. As one of oldest of the institutions developed by man as a social being and as an administrative tier that normally incorporates in its mandate very wide functional jurisdictions, the nature of local government and the key variables that distinguish one local government framework from another are extremely diverse and difficult to justify generalizations. Local governments are much more than their formal structures. The formal aspects may be indicative of the style of government per se. But the quality and real nature of the local government are defined by a complex set of factors including national and local traditions and customs, pattern of political power and influence, nature of political parties as institutions, their role and significance in local politics, degree and nature of bureaucratic professionalism in a particular society, structure and pattern of resource controls, and peculiarities of belief and value system of each society. Scholars, woodomics, o

Study on local government must, therefore, attempt answers to a set of questions. What, to start with, is a local government and what is *local* about it? In other words, do the people of the community concerned have the scope of participating in its governance? Do meaningful elections take place to ensure such participation on regular basis? Does the set-up provide ample opportunity to the people to communicate with public officials on matters of community interest individually or collectively? Does the community or its government have the mandate to act autonomously and with sufficient discretion? In other words, is there sufficient decentralization of authority from the higher cchelons, particularly, central government ? Is the degree of decentralization enough to permit the local government initiate and implement programmes and projects with relative freedom and free of central control and supervision? And in a word, to what extent the people concerned feel that they are part of this government which is of

LOCAL GOVERNMENT IN SOUTH ASIA

them, for them and by them ? Kamal Siddiqui and his colleagues at the Bangladesh National Institute for Local Government attempt at providing a set of insightful answers to questions of these nature in relation to local governments in South Asia.

The book begins with an introduction which turns out to be a useful encapsulation of some of the basic issues raised in the course of the subsequent chapters. There are two main thematic parts of the introduction : one, a crisp account of the unity and diversity that exist among the South Asian states, namely, Bangladesh, Bhutan, India, Maldives, Nepal, Pakistan and Sri Lanka (South Asia is viewed to be comprised of the seven SAARC member-states). The second part is an expose of the concept of local government. For the purpose of the book, local government is defined in terms of five attributes : firstly, its statutory status; secondly, its power to raise finance by taxation within the concerned area; thirdly, participation of the local community in the decision making in specified subjects and in administration; fourthly, the freedom to act independently of central control; and lastly, its general purpose, in contrast to the single-purpose character of many autonomous bodies. The authors suggest, and it transpires from the subsequent chapters, that the extent to which these elements are present in respective cases is a question of degree.

The meat of the book is contained in the seven separate chapters on local government in the seven countries. True to the commitment of presenting a comparative study, the contents of these chapters are organized in more or less uniform sub-headings. The following main aspects of local government are focused upon :

- a) historical, legal and political background of the evolution of local government;
- b) main features and characteristics of the organization of local government units in terms of structure, composition and functions;

- c) issues related to finance, covering the level and source of income, pattern of expenditure, budgetary process and financial accountability;
- d) personnel system, including recruitment, promotion, conditions of service, welfare, discipline, retirement, etc.;
- e) central-local links in terms of control, supervision, autonomy in administrative and financial matters; and
- f) within the above aspects, major issues that deserve closer analysis and cross-national study.

These chapters are at the same time also very useful exposition of the process of political and social development of the respective country and of the interface of the pattern, structure and composition of the local government with the politico-economic systems and their evolution. The final chapter sums up the major findings of the study and attempts to provide an outline of the similarities and differences among the countries concerned. The comparative picture is thoughtfully presented here with the use of tables and charts placed as appendix. It also identifies, in a rather sketchy way though, the factors affecting the system of local government in this region. Here the factors identified, very genuinely of course are, form of government, constitutional guarantee, geography, religion and power structure.

The tremendous socio-economic problems of the countries concerned and their impact on the local government system have, curiously enough, escaped the due attention of the authors here. The form of government is rightly identified as a factor. No less important is the problem of chronic political instability from which the central governments of the countries like most of their fellow developing countries suffer. These instabilities, as experience have shown, not

LOCAL GOVERNMENT IN SOUTH ASIA

only filter down to the local levels but also severely jeopardize the continuity of whatever reforms or innovations are attempted at various stages. Thus local government systems introduced under one political regime tend to be replaced, rightly or not, by another with or without objective assessment of the reasons for the change and the implications thereof. A discussion on this could be well-placed in this part of the book. Equally interesting and useful could have been an effort to use the wealth of information collected by the authors to present a summary analysis of the comparative status, trends and impediments of decentralization in the countries concerned.

One other aspect is the impact of the difficulties associated with the economic growth process, particularly in the context of severe resource constraints. Amidst abject poverty, the tremendous challenges associated with economic development lead to overcrowding in the cities, particulatly capitals, producing new and pressing challenges for local government in urban areas. Most of the South Asian cities face serious problems with hundreds of thousands of people forced to migrate to urban areas for economic reasons. And a common problem of growing dimension for the urban local government authorities is related with issues in dealing with them.

The otherwise commendable exercise has also not ventured to sufficiently indicate the comparative status of interface between national politics with the politics of local government. As experience from other regions show, national political parties in some countries are quite active at the local level while in others national political activity is more clearly insulated from that at the local level. The local government systems in the United States and England are examples of two distinct types as the national political parties in the latter are active at local levels whereas in the former these are rather sharply separated. It could be interesting if there were some discussion in the book highlighting the comparative picture in this regard obtained in South Asian countries. But then, these are some of the issues that would hopefully be taken up by future works on the subject for which the book under review indeed sets the tone. The book is well-documented except that the list of persons interviewed for generating primary data could have been more comprehensive. Despite these minor gaps the book is an invaluable addition to the storehouse of knowledge on South Asia. The University Press Limited deserves appreciation for the competitive get-up and quality production, although the price at Taka 500.00 is on the higher side, particularly for the individual readers. The book will certainly be a valuable collection for a wide audience including students, teachers, scholars, adminsitrations and policy makers in South Asia and beyond.

near the liberture with the liter birty is split to be the party in