A short course on Political Economy of India

Lecture 1

Indian State – Characteristics and Historical Context

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Indian State – Characteristics and Historical Context

Ancient and Medieval State

- Large number of kingdoms through most of history
- Personalized, arbitrary despotism at all levels
- Even when empires (Maurya, Gupta, Harsha and Mughals) existed, there was loose structure with provincial autonomy
- Villages largely insulated from political changes at the top
- Social controls and caste panchayats not rule of law from the top

Colonial State

Basic functions

- Law and Order
- Land administration
- Infrastructure
- Education

- Essentially law and order state
- Varied land tenure patterns
 - Ryotwari in Madras
 - Zamindari in Bengal and UP

Colonial State

- All India Services
- Partial separation of judiciary from executive
- Rail and road network linking all India mostly for military purpose
- Irrigation and land revenue
- District as unit of administration and politics

Princely states

- Own models
- Enlightened states emulated British India, eg: Mysore, Travancore, Baroda

Post 1947

Great Successes :

- Integration of princely states
- Zamindari abolition
- Deft handling of linguistic diversity
- Evolution of federal state
- Green revolution

Administration and Law – largely continued from colonial model

Politics : universal franchise and liberty – ambitious adventure

Institutional Crisis

Exercise of Power

Positive power to promote public good is severely restricted by structural rigidities Negative power to plunder and loot is virtually unrestricted

Rigid Uniformity

Structural rigidity and one-shoe-fits-all model has deepened crisis

Vicious Cycles

A series of vicious cycles is aggravating governance crisis. Politics, which ought to be the solution has become the problem!

Governance Crisis – Vicious Cycle

Inexhaustible demand for illegitimate funds

Most expenditure incurred for vote buying

Rise of political fiefdoms

Vote delinked from public good

Taxes delinked from services

Political survival and honesty incompatible

Social divisions exacerbated

Three Reconciliations – Mixed Record

Conflicting Interests in a Diverse Polity

Limited Resources and Unlimited Wants

Short Term political gains vs Long Term Public Good

