

**LOK SATTA**

*People Power*

## **New Democracy – Electoral Reforms**

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The purpose of a government is to make it easy for  
people to do good and difficult to do evil.

**William Gladstone**

# Democratic Reform Agenda in 2003 – Major Steps Forward

- Mandatory disclosure of candidate details
- Significant devolution of powers to local governments in AP
- Post office for voter registration accepted in principle
- Anti-defection law
- Limiting the size of council of ministers
- Changes in Rajya Sabha election
- Progressive law on political funding
- National Judicial Commission in pipeline

# Is This Enough?

- Some of the reforms are in the right direction, but are not enough
- Systemic deficiencies in all spheres of governance left untouched
- If they are not addressed immediately, will undermine the unity of the nation and severely cripple the economic growth

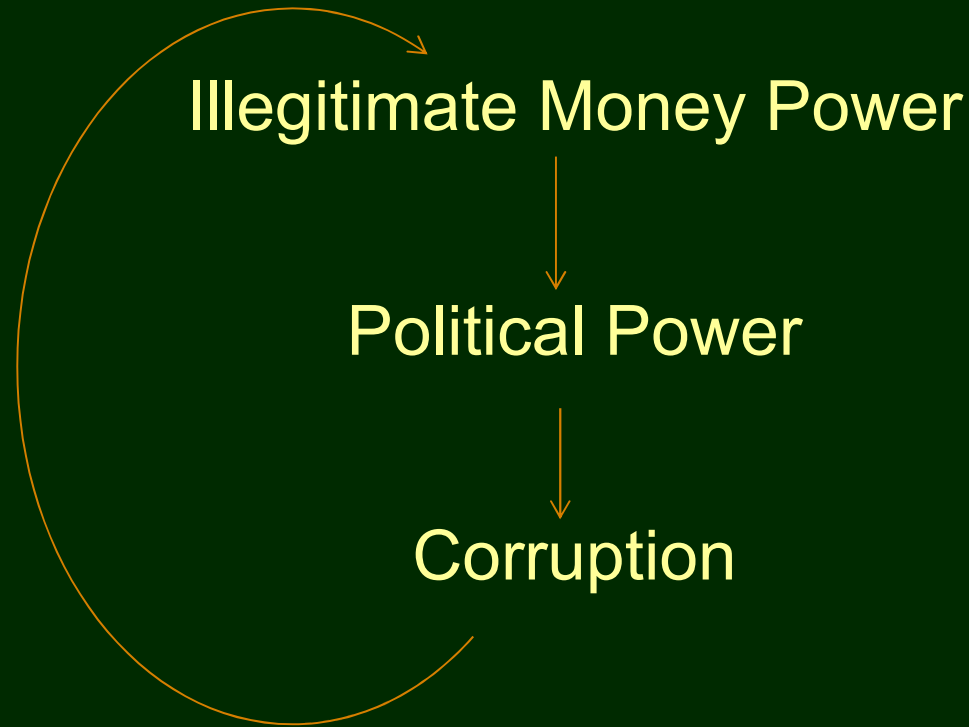
# Shifting Nature of Corruption

- Inexhaustible appetite for illegitimate funds
  - Telgi stamp scam
  - Satyendra Kumar Dubey's murder
  - CAT exam papers' leak
  - Warrant against President Kalam and Chief Justice VN Khare
  - CGHS scam

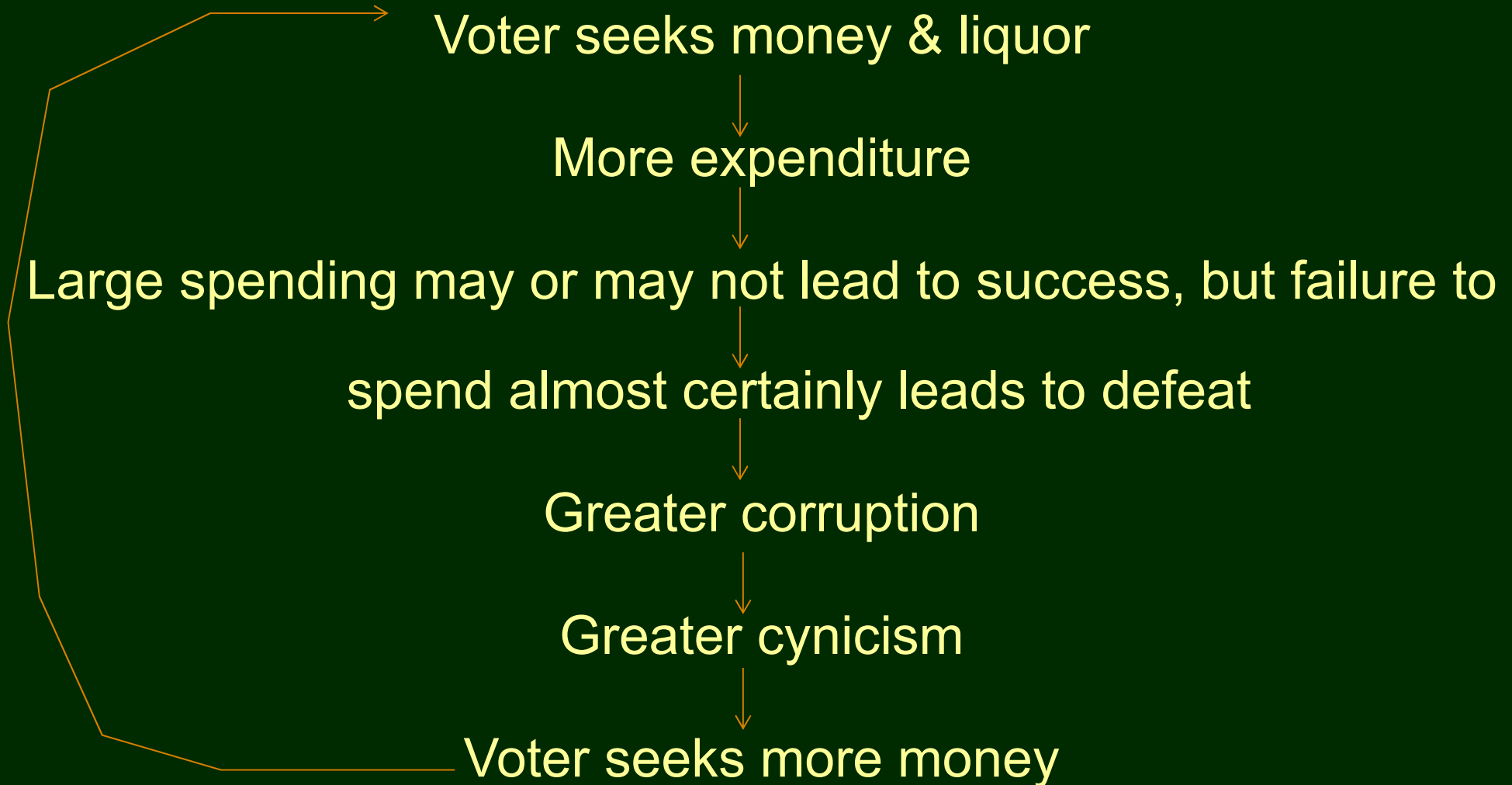
# System Caught in a Vicious Cycle

- 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
- Competence and integrity excluded
- National parties marginalized

# Inexhaustible Demand for Illegitimate Funds



# Most Expenditure is to Buy Votes





# Rise of Political Fiefdoms

Need for money, caste and local clout



Parties are helpless in choice of candidates



Rise of political fiefdoms



Absence of internal party democracy



Competition among a few families in most constituencies



Oligopoly at constituency level

# Vote Delinked from Public Good

Centralized polity



No matter who wins, people lose



Vote does not promote public good



Voter maximizes short term gain



Money, liquor, caste, emotion and anger become dominant



Vicious cycle is perpetuated

# Taxes Delinked from Services

Only 16 % of GDP collected as taxes (union & states)

Fiscal deficits and crisis

Higher Taxes

Unacceptable because  
of corruption and poor  
services

Desubsidization

The poor do not see  
alternative benefits for the  
subsidies given up

Wage Reduction

Centralization and Art 311  
preclude it

Deeper fiscal crisis

Poorer services and public goods

Perpetuation of poverty and backwardness

# Political Survival and Honesty not Compatible

## Parliamentary executive

Government survival depends on legislative majority

Legislators spend a lot of money to get elected

They need multiple returns to sustain the system

Corruption and misgovernance endemic

Government has to yield to legislators' demands

Corruption is perpetuated even if government has the will

Honesty not compatible with survival

# Social Divisions Exacerbated

FPTP



Scattered minorities unrepresented



Marginalization and Ghettoization



Strategic voting and vote bank politics



Obscurantists become interlocutors drowning voices of reason and  
modernity



Politicians pander fundamentalists



Counter mobilization of other groups based on primordial loyalties



Communal polarization and strife

# Competence and Integrity Excluded

FPTP



Need for money power and caste clout



Honest and decent elements have little chance



Bad public policy and incompetent governance



Deepening crisis

# Oligopoly of Parties

FPTP

↓  
Only a high threshold of voting ensures victory

↓  
Parties with 35 - 50% vote, or social groups with local dominance  
get elected

↓  
Significant but scattered support pays no electoral dividends

↓  
Reform groups below threshold have no chance of winning

↓  
Voters prefer other “winnable” parties

↓  
Marginalization of reformers and oligopoly of parties

↓  
Status quo continues

# Representational Distortions

FPTP



Women & deprived sections not represented



Reservation with rotation is arbitrary and leads to proxies



Perpetuation of dominance of traditional groups



Representational illegitimacy



# Key Reforms

Electoral Reforms	Funding
	Criminalization
	Voting irregularities
Electoral system	Proportional Representation
	Direct election of head of government at state level
	Regulation of Political Parties
Decentralization	Local Governments
Rule of Law	Judicial Reforms
Accountability	Right to Information
	Citizens' Charters
	Independent Crime Investigation

# Political Party Regulation

## Membership

- Free, open and voluntary
- Uniform, objective conditions / no restrictions
- No arbitrary expulsion
- Due process for disciplinary action

## Leadership choice

- By regular, periodic, free and secret ballot
- Opportunity to challenge leadership through formal procedures with no risk of being penalised

## Choice of candidates

- By members at constituency level through secret ballot
- By elected delegates through secret ballot
- Central leadership cannot nominate candidates

# Direct Election of Head of Government in States

- No one can buy a whole state electorate
- Image and agenda of leader will be decisive
- With separation of powers, there will be no incentive to overspend for legislative office
- At state level, there is no fear of authoritarianism as Union government, Election Commission, Supreme Court etc., will act as checks
- Once survival of the executive for a fixed term is guaranteed, there will be no need for compromise and corruption

# Proportional Representation

- Competent and honest persons can be inducted into the cabinet
- Incentive to buy votes in a constituency will disappear
- Interests of local candidate will run counter to party's need to maximise overall vote
- Will give representation to small parties, scattered minorities and legitimate reform groups, forcing change
- Voting will be based on party image and agenda, not local expenditure
- Ignored sections will find voice and get representation
- A party's image and platform, not local clout and money power, matter
- Genuine competition among political groups and ideas

# Proportional Representation

- Fair reconciliation of social and political groups
- No 'wasted' votes
- Disenchanted sections will find 'voice'
- Political fiefdoms will disappear
- Political process will get into a virtuous cycle

# Problems of Proportional Representation

## Problem

- Political fragmentation in a plural society
- Party bosses will be autocratic
- Link between voters and legislator is snapped

## Solution

- Reasonable threshold level
- Democratization of parties and choice of candidates
- Mixed system combining Proportional Representation with FPTP

# A Suggested Model for India

- Mixed, compensatory Proportional Representation
- A threshold of, say 10% vote in a major state for Proportional Representation
- State as a unit for representation

# Five Major Issues in PR

- Districting or territorial unit for PR application
- Electoral formula for distribution of seats
- Tiers for distribution of seats
- Threshold requirement for seat allocation
- Method of selection of party candidates



# Threshold Requirement

- Necessary to prevent fragmentation in a caste-ridden society
- Must be high enough to force interest aggregation and promote ideology-driven politics
- Must be low enough to allow real competition to entrenched parties and force reform
- Must take into account current political realities
- Must suit our diversity

A model: - 10% of valid votes polled in a major state  
- suitably higher thresholds in smaller states

# Selection of Party Candidates

- PR enhances the power of party bosses
- Party list becomes the basis of election
- The order of appearance in party list is critical
- Unlike in FPTP, a simple, list-based PR does not allow voters to judge candidates
- Democratic selection of candidates on the list, and their priority of election is critical

A model: - List will be for each electoral district  
(of say 10 seats)

- Elected delegates of the party will select candidates and their order through secret ballot – district wise

# Mixed System

- Suitable for India
- 50% seats filled through FPTP system.
- Balance seats filled such that final composition reflects voting percentages of each party – compensatory PR
- Parties with less than 10% vote will be disqualified, and the qualifying parties will share the 50% seats
- Independents, or candidates of small parties (below threshold) may be elected through FPTP. In such cases, those seats will be extra, and supernumerary seats will be created to accommodate them

# How will These Reforms Help?

## Vicious Cycle

- Illegitimate money power leading to political power and corruption
- Voter seeks money and liquor

## Solution

- Decentralization  
(Vote  $\rightleftarrows$  Public good)
- Direct election (No incentive to 'buy' legislative office)
- PR (marginal vote not critical)
- Demand Side: Decentralization
- Supply side: Direct election PR

# How will These Reforms Help?

## Vicious Cycle

- Rise of political fiefdoms
- Vote delinked from public good

## Solution

- PR: Marginal vote not critical
- Direct election: Legislator has no 'disguised executive' role
- Party democracy: members can act as check
- Decentralization
  - Vote → Public good
  - Taxes → Services
  - Authority → Accountability
- Direct election executive is unencumbered

# How will These Reforms Help?

## Vicious Cycle

- Deepening fiscal crisis
- Political survival and honesty incompatible
- Under-representation of scattered minorities and growing polarization

## Solution

- Decentralization  
Taxes  $\rightleftarrows$  Services  
Authority  $\rightleftarrows$  Accountability
- Direct election: executive free from vested interests (in states)
- Direct election: Separation of powers with institutional checks
- PR: Each group has representation
- No wasted votes

# How will These Reforms Help?

## Vicious Cycle

- Competence and integrity excluded
- National parties and reform parties marginalized

## Solution

- PR: Multi-member constituencies; marginal vote unimportant
- Direct election:
  - Appeal across the state decisive
  - Cabinet from outside legislature
- PR: Gives representation once the party crossed a threshold

# What will Decentralization Address?

- Illegitimate money power in elections
- Vote buying
- Vote delinked from public good
- Fiscal crisis



# What will Direct Election Address

- Illegitimate money power and corruption (supply side)
- Voter seeking money (demand side)
- Rise of political fiefdoms (Legislative office and local clout have no bearing on executive)
- Vote delinked from public good (executive unencumbered)
- Deepening fiscal crisis (free from vested interests)
- Political dynasties (term limitations)
- Honesty and survival incompatible (survival depends on people's mandate alone)
- Competence and integrity excluded (State wide appeal matters. Cabinet from outside legislature)

# What will PR Address

- Illegitimate money power in elections (supply side)
- Voter seeks money and liquor (supply side)
- Political fiefdoms (marginal vote not critical)
- Representational distortions (Vote share, not local concentration, matters. No wasted votes)
- Competence and integrity excluded (decent candidates can win in list system)
- National parties/ reform parties marginalised (vote share gives representation - not constituency victory alone)

# What will Party Democracy Address

- Rise of political fiefdoms: Members decide candidates
- Honest and competent candidates will be able to win nomination
- Political dynasties will vanish
- Political process will gain legitimacy

# How will Direct Election, PR and Party Democracy go together

- PR leads to fragmented legislature. Direct election will ensure stable executive independent of legislature
- PR has the propensity to make party leadership more powerful. Party democracy gives power to members preventing arbitrary choices.
- Pure PR leads to small, caste-based parties. Reasonable vote threshold requirements will eliminate the danger

# What will the System Look Like?

- Citizens have two votes - one for a candidate in the constituency; one for the party of their choice.
- Party vote determines overall seat share. The party gets seats allocated from the list (Its seat share less seats elected in constituencies)
- In states, citizens directly elect the head of state, who forms a cabinet of his choice, and has a fixed term. There will be term limitations.
- Citizens vote for a party based on its image, platform and the slate of candidates presented in the local electoral district (say, 5-10 seats)

**“Strategy without tactics is the slowest route to victory. Tactics without strategy is the noise before defeat ”**

**- Sun Tzu**

