

The Political Foundations of Development Policies



dandelon.com

© 2008 [AGI-Information Management Consultants](http://www.dandelon.com)
May be used for personal purposes only or by
libraries associated to [dandelon.com](http://www.dandelon.com) network.

Oskar Kurer
OS

University Press of America, Inc.
Lanham • New York • London

Contents

1	Introduction	1
1.1	Chapter Outline	2
1.2	Economic Development and the State	6
1.2.1	Development Economics and Political Economy	6
1.2.2	Policy Failures	7
1.2.3	Explanations of Policy Failures	9
1.3	Democracy, Authoritarianism and Economic Growth	20
1.3.1	Savings and Investment	21
1.3.2	Stability and Economic Growth	23
1.3.3	Empirical Evidence and Evaluation	23
1.4	Conclusion	25
2	Political Clientelism	31
2.1	The Structure of Political Clientelism	31
2.1.1	Economic Clientelism	32
2.1.2	Political Clientelism	35
2.1.2.1	The Urban Cacique	36
2.1.2.2	Machine Politics	38
2.2	A Framework of Political Clientelism	40
2.2.1	Basic Structural Assumptions	40

2.2.2	Terms of Trade	43
2.2.3	Beliefs and Ideology	46
2.3	Institutional Repercussions	46
2.3.1	Patron-Client Networks and Factionalism	47
2.3.2	Legitimacy and Institutionalization	48
2.3.3	Expansion of the Networks and State Autonomy	49
2.3.4	Inward-looking Development Strategy	50
2.4	Conclusion	51
3	Clientelism Compared	57
3.1	Clientelism and Ideology	57
3.2	Clientelism, Corporatism and Pluralism	62
3.3	Clientelism and the Bureaucracy	67
3.4	Clientelism and the Military	69
3.5	Clientelism and Ethnicity	71
3.6	Clientelism and Class Analysis	72
3.7	Neo-Patrimonialism	74
3.7.1	Patrimonialism	74
3.7.2	Patrimonialism and Clientelism	76
3.8	Personal Rule	77
3.9	Conclusion	79
4	Clientelism and the Causes of Administrative Corruption	87
4.1	Definition of Corruption	89
4.1.1	Criticism of the Public-Office Standard	89
4.1.1.1	Corruption Fosters Common Good	90
4.1.1.2	Cultural Relativism	92
4.1.1.3	Rules are Different in Different Societies	94
4.1.1.4	Absence of Rules	94
4.1.1.5	Conservative Bias	95
4.1.1.6	Problems with the Definition	96
4.1.2	Corrupt Legislators and Public Corruption	97
4.2	Causes of Administrative Corruption	98
4.3	Changes in the Level of Corruption	100
4.3.1	Nature of the Administrative System	100
4.3.1.1	Anti-corruption Agencies	101

4.3.1.2	Efficiency of the Administrative System	103
4.3.2	Clientelism and Corruption	107
4.3.3	Public Corruption and Clientelism	108
4.4	Corruption Reinforces Clientelism	109
4.5	Conclusion	109
5	Clientelism, Policy Failures, and Economic Growth	117
5.1	The Revisionists	118
5.2	Private Sector Regulation	118
5.2.1	The Revisionist Fallacy and the Regulatory Process	118
5.2.2	Allocation of Licences and Contracts	121
5.2.3	Regulation and Rent-seeking	123
5.3	Efficiency of the Public Sector	124
5.3.1	Production and Distribution of Government Resources	124
5.3.2	Financial Distortions	125
5.3.3	The Efficiency of Public Administration	126
5.3.4	Overexpansion of the Government Sector	128
5.3.5	Rent in the Public Sector	131
5.3.6	Government Finances	132
5.4	Economic Growth	133
5.4.1	Savings and Investment	133
5.4.2	Clientelism and Growth	135
5.5	Conclusion	136
6	Pathological Clientelism: Africa	145
6.1	Stability of Property Rights and State Dependence	148
6.1.1	The State and the Process of Accumulation	148
6.1.2	The Process of Profit Creation	150
6.2	The Absence of Security of Property and of the Ruling Class	151
6.2.1	The Ruling Class	152
6.2.2	Conditions for an End to Winner-take-all Politics	153
6.2.3	Absence of Conditions of Stability	154
6.2.4	Stability of Property Rights	156
6.3	Pathological Clientelism and Growth	157
6.4	Client-capitalism	158

6.4.1	Definition of Capitalism	158
6.4.2	Capitalism in Africa?	159
6.4.3	Reasons for the Absence of Capitalism	161
6.4.4	Client-Capitalism and the Bourgeoisie	162
6.5	Transition to Capitalism	165
6.6	Competing Views on African Development	166
6.7	Conclusion	169
7	Causes of Clientelism	177
7.1	Clientelism as a Reflection of Voters' Preferences	180
7.2	Do Clients Benefit from Clientelism?	181
7.3	Market Approach to Voting Behavior and Market Failures	186
7.3.1	Supply Side Failures	187
7.3.2	Demand Side Failures	189
7.4	Culturalist and Structural Explanations of Voting Patterns	193
7.4.1	Culturalist Explanations	193
7.4.2	Socio-economic Influences	196
7.5	Policy Reform and the Decline of Clientelism	198
7.6	Conclusion	202
8	Conclusion	209
	Bibliography	217
	Index	235