POLS 280: Politics of Development and Foreign Aid

Class 17:

Political regimes and their developmental performance

Recap

- Necessity of states for development
- Pitfalls of state capacity:
 - Legibility
 - Technical and 'wicked hard' problems in development

In what conditions does state capacity lead to development? In what conditions does state capacity undermine development?

Plan for today

• Democratic and authoritarian regimes and their developmental performance

What are the benefits of democracy according to Sen?

Benefits of democracy according to Sen

- Intrinsic value:
 - Guaranteeing political freedom
 - Enabling political and social participation
- Instrumental value:
 - People's ability to express and support their claims to political attention
- Opportunity for citizens to learn from one another, and for society to form its values and priorities:
 - Generation of informed and considered choices
 - Formation of values and priorities
 - Sen, Amartya. 1999. "Democracy as a Universal Value." Journal of Democracy 10 (3): 3-17.



Benefits of democracy according to Sen



https://www.youtube.com/watch?v=Wu3esi9x3EY

But does democracy lead to development?

What are the developmental disadvantages of democracy?

- Developmental disadvantages of democracies:
 - Slow and costly decision-making
 - Power of interest groups
 - Particularistic demands
 - Citizen myopia / present-bias
 - Politicians' incentives to deliver short-term observable benefits, not long-term development
- Potential advantages of (consolidated) autocracies:
 - Longer time horizons
 - Insulation from social demands that are not conducive to development
 - Easier, faster decision-making
 - Ease of implementation

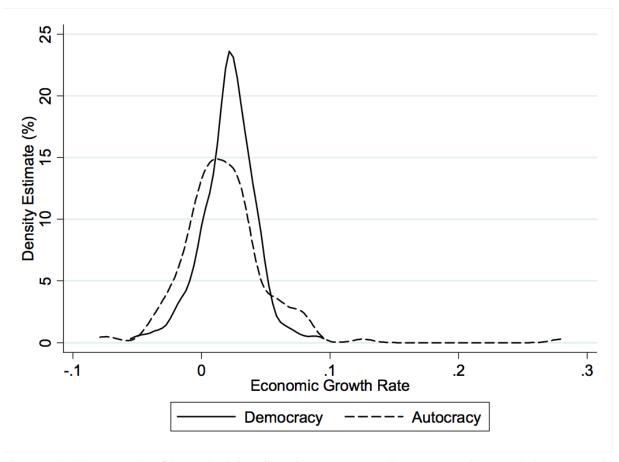


Figure 1: Economic Growth Distributions among Democracies and Autocracies

Table 1: Autocracy, democracy, and development

# Developing countries in each category 1960-2008	Big growth failure	Not big growth success or big growth failure	Big growth success
Autocracy or flawed democracy	10	70	9
Democracy	0	12	1

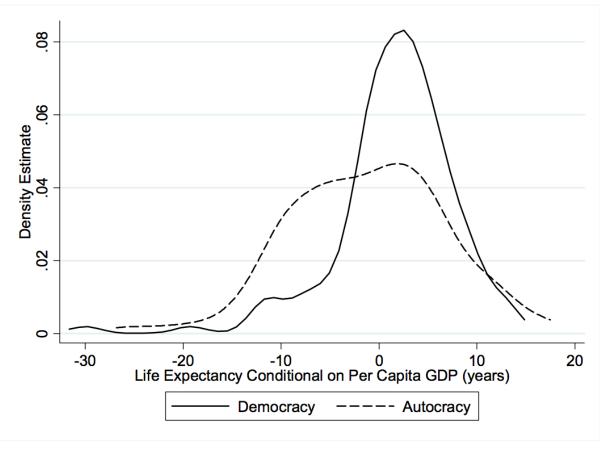


Figure 2: Health Performance Distributions among Democracies and Autocracies

- Democracies provide more education than autocracies
- However, no evidence that democracies offer better education
 - Dahlum, Sirianne, and Carl Henrik Knutsen. 2017. "Do Democracies Provide Better Education? Revisiting the Democracy–Human Capital Link." *World Development* 94. Elsevier Ltd: 186–99.

Takeaways

• Mixed evidence overall, but much wider range of developmental performance among authoritarian regimes