

LATE S. M. ALI **DHAKA TUESDAY OCTOBER 3. 2006** 

Speaker's sweeping rejection of notices

### People's expectations belied

T is rather disguieting that the Speaker thought it fit to reject the very large number of notices from the opposition MPs for discussion on extremely important issues relating to the public interest. As many as 169 motions, during the current session of the Parliament, have been disallowed by the Speaker on the grounds that many of those had been covered under points of order at various times, while on some of those the government was taking action, while some others were outdated.

We believe that the Parliament is the place where the people's perspective on burning issues finds expression through their chosen representatives and where all the members are given equal opportunity to ventilate their points of view, which in fact are the points of view of the people. Unfortunately, there is no reflection of that spontaneous discussion that one expects to see on the floor of the House on issues of immediate and urgent nature that impacts the life of the people.

As a citizen, and certainly as a voter, we have legitimate expectations about what the Parliament should do in terms of authentic discussions on issues that relate to genuine public concern. Issues raised under points of order are generally done in a superficial and perfunctory manner, with the attending air of casualness in the whole affair. But most issues demand and need thorough deliberations.

To the Speaker we ask, you are the guardian of the Parliament and by implication the guardian of the people's rights. Is rejecting all notices given by the opposition, especially those dealing with such burning issues as electoral reform, corruption, price rise, shortage of power, etc a good way of playing the "guardian's role"? Not only on Sunday, we have painfully observed that notices submitted by the opposition have been regularly rejected in the past, raising serious public concern as to the usefulness of the exercise if public concerns are not reflected in parliamentary debates.

We need hardly remind the Speaker that it is he who should encourage discussion on vital issues, instead of disallowing those. If people's views were not allowed to be expressed in the house of the people then where would they be?

### Traffic congestion and rallies

#### A rational approach warranted

N recent times, the city dwellers have been experiencing unprecedented traffic jams causing immense suffering to them. The month of Ramadan apart, with the national election closing in on us, we are bound to see a rapid increase in rallies and processions by both the opposition alliance and ruling coalition hugely exacerbating traffic iam on the main thoroughfares.

We strongly feel that the situation can only worsen without any intervention. Effective and innovative ways must be found to mitigate the suffering of the people. It is evident that mere regulatory measures by the administration alone cannot achieve any tangible success in arresting the deteriorating state of traffic. If we are to curb the city's traffic jam to a rational level, besides undertaking long-term measures, there will have to be coordinated afforts undertaken by the political parties and the various concerned agencies of the government right now.

The entire political leadership and the political parties need once for all to agree that no rallies and marches be staged in a way that blocked the entire streets. Processions



**QAZI KHOLIQUZZAMAN AHMAD** 

welcome the development that the general secretaries of BNP and Awami League are at last meeting on behalf of their respective parties and alliances to discuss the reform proposals of the opposition parties led by Awami League.

One hopes that they will find solutions, which will ensure free and fair parliamentary elections to be held in January 2007. We are particularly happy because, on May 13 in a seminar in Dhaka, I, on behalf of the Bangladesh Economic Association (BEA) and the Bangladesh Young Economists Association (BYEA), called for negotiations to be conducted by the two general secretaries on behalf of their respective parties and alliances, given that there was a logiam after several rounds of exchange of letters (See Shaping the Future of Bangladesh, a publication of BEA

and BYEA).

BEHIND THE FACADE

The caretaker government will, in addition to the usual full platter of responsibilities, be saddled with two particularly burning issues which may make its short duration rather trying. One is the accentuating inflation, particularly the high and increasing prices of basic consumer necessaries. The second burning issue is the electricity crisis. As a result of nonavailability of electricity, irrigation suffers much, impacting on agricultural production and industrial production has been affected, often severely, throughout the country. People are, therefore, coming out in protest in many places around the country.

We know there are hard days ahead for the two negotiators but we feel strongly that a way forward must be found. This is not a question of compromise to be made by one side or the other. The question is about ensuring that the next parliamentary elections are free and fair and held on time. This the politicians owe to the people of the country and to themselves to ensure

A window of opportunity

The country is now at crossroads and it is crucial that the forthcoming elections are properly held and acceptable to all concerned to enable the country to begin in earnest to solve the many problems it faces and carry forward a process of sustainable development. This development path is absolutely necessary to shape the future of the country such that by 2021 or 2025 the

I was asked by a journalist what the negotiations expected to start between the two general secretaries fail. I told him and let me repeat that here: in the prevailing political atmosphere, the question asked is surely legitimate, but let us not speculate on the negative side as long as there is an opportunity to think positively and look at the brighter side. It is in this spirit, which may

Jalil well and fervently hope that they succeed in negotiating necessary reforms and a caretaker government will be installed in due time, and the elections will then be properly held within the next 90 days.

Of course, the main responsibility of the caretaker government relates to the holding of the forthcoming elections. But, everything else must also move. Therefore, the caretaker government will also need to ensure that the wheel of the economy keeps moving, educational and other key public institutions keep functioning properly, the social and political forces are geared towards free and fair elections, and international and regional relations are friendly and dignified. When installed, it will have to quickly prioritize its tasks

The prominent source of

income of the poor is non-

However, unfortunately, the caretaker government will, in addition to the usual full platter of responsibilities, be saddled with two particularly burning issues which may make its short duration rather trying.

One is the accentuating inflation, particularly the high and increasing prices of basic consumer necessaries. It is well known now that hoarding; unethical behaviour of certain traders in fixing prices; toll collection at various places as goods are moved and also from shopkeepers; and market control by syndicates are the three main reasons. of the continuing price increases in both urban and rural areas. As the prices of consumer necessaries have been rising phenomenally, the hardest hit are the poor

and various low and fixed income groups; together making up the overwhelming majority of the country's total population.

The second burning issue is the electricity crisis. Against a demand, on the basis of installed distribution lines, of about 5,000 MW, the usual production is between 3.200-3.500 MW. This has been so because while the demand has increased, capacity to generate electricity has not at all been expanded over the past several years.

Moreover, because of tripping of certain plants perhaps due to

lack of proper maintenance and the old plants often going out of order due to lack of balancing and modernization, the generation of electricity has in recent months been lower than the usual, sometimes substantially lower.

As a result, the crisis has accentuated. Load-shedding, even in Dhaka, 6 or 10 times a day (24 hours), usually each for one hour, has now become normal. In rural areas and district and upazila towns, the situation is much worse. As a result of nonavailability of electricity, irrigation suffers much, impacting on agricultural production and industrial production has been affected. often severely, throughout the

People are, therefore, coming out in protest in many places around the country. In recent days, the protest has been very loud as people brought out huge processions in various areas of Dhaka. This crisis seems intractable right now. But, it needs to be addressed to improve the electricity generation and distribution in order to protect the country's economy from collapsing and society from revolting.

country

Dr. Qazi Kholiquzzaman Ahmad is President Bangladesh Economic Association (BEA)

percent and about 71 percent,

respectively, of land-owning and

## Living without land but with a ladder

Remittance income was once the monopoly of the rich households as they had the money and resources to send members abroad. The functionally landless group, quite obviously, lagged way behind, as they had neither the financial nor the human capital to seize upon the opportunities. But, of late, the situation seems to have turned for them. Remittance income now constitutes about 13 percent of their household income, compared to only 3 percent in earlier periods. The growth rate of income from this source has been rising astoundingly at 12 percent per annum. In fact, as a source of income for functionally landless households in recent years, remittance puts them almost at par with land owning households.

per capita income comes to \$166. This compares with \$111 in 1987-88 and depicts a growth rate of 2.5 percent per annum over time. We observe that, in absolute terms and like landowning households, there has not been any change in income derived from agriculture. But. relatively, the share of income from agriculture now constitutes a little over one-third, compared to about half in earlier periods.

Noticeably, income from rice farming for functionally landless

tural source of income for the poor in rural areas appears to be non-rice crop activities. Income from this account rose about three fold, depicting a growth rate as high as about 7 percent, and the share almost doubled over time. Similar pattern prevailed with regard to non-crop agriculture. But, as some of those activities, like livestock and poultry raising, require homestead land and capital, the share of income from this remained

more or less at the same level agriculture has been absorbed country, the required capital to do business was supplied by NGOs. But the share of these activities declined from 1999-2000. Do we have to assume that the business environment for the poor has deteriorated in recent

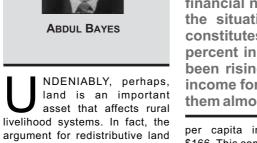
times? Another interesting development should not miss our investigative lenses. Remittance income was once the monopoly of the rich households as they had the money and resources to send members abroad. The functionally landless group, quite obviously, lagged way behind, as they had neither the financial nor the human capital to seize upon the opportunities.

agricultural activities. About two-But, of late, the situation thirds of the income of these seems to have turned for them. households now comes from non-agricultural pursuits, and Remittance income now constitutes about 13 percent of their has grown at 4.1 percent per household income, compared to annum between 1987-88 and only 3 percent in earlier periods. 2003-04. In 1999-2000. the The growth rate of income from share was as high as 68 percent, this source has been rising but has fallen to about 66 percent astoundingly at 12 percent per in recent years. It is not surprisannum. In fact, as a source of ing, therefore, that a large portion of the "missing" labour in income for functionally landless households in recent years,

all household income. In other words, the income disparity seems to have dwindled over time The field level information point to the following policy implications. Although land is an important asset for rural livelihood, in the absence of land we can provide some non-land

opportunities for the landless households. First, the tenancy market could be an important source of operated land for those who do not own land. Second. functionally landless households seem to be opting for non-rice crops, and necessary arrangements for good quality seeds. and training on the optimal use of inputs, could also help them.

Third, necessary capital to carry out petty trade and business could help them increase their income from this source



argument for redistributive land reforms follows from the fact that inequitable distribution of land leads to inequitable access to other assets required for eking out a living.

While a redistributive land reform has been, perhaps, shelved for the distant future (for political or economic reasons). we shall attempt to show that in the absence of land and ladder to reach the poor through such redistributive mechanisms, we would like to wish Mr. Abdul Mannan Bhuiyan and Mr. Abdul

smack of naivete under the prevailing circumstance but certainly embodies patriotic fervour, I

BENEATH THE SURFACE

country may be characterized by economic vibrancy, tolerable levels of income and human poverty, high levels of equity, participatory democracy, and a fair measure of environmental security.

staged in a way that blocked the entire streets. Processions	could have alternative ways to	ranning for fanotionally fanaloss		agricalitato fiao boofi abooliboa	and the second states and states	
should be taken out alongside shoulders of the streets	help them	households, roughly 7 percent of	The idea that the poor house-	in the non-agricultural sector.	-	Fourth, provisions for education
rather than occupying the whole road spaces. Rallies and	In the following paragraphs we	the total income, has been grow-	holds in rural areas mostly	Among non-agricultural	par with land owning house-	for these households would help
	shall show how the growth and	ing at 2.3 percent per annum	depend on wage labour in agri-	sources, trade and business hold	holds.	them with human capital forma-
	composition of income of the	over the entire period under	culture does not seem to hold	the key to the household kitty. In	As mentioned before, the per	tion and, thus, in eking out a
		study. This contrasts with land-	true any more. The share of	fact, trade and business now	capita income of the functionally	
, s a a a a a a a a a a a a a a a a a a	1 0 /	owning households which wit-	wage income in the total house-	account for more than one-fifth of	landless households peaked at	respectable share of income
	and what kind of policy changes	nessed negative growth rate of	hold income depicted a drastic	the total household income	\$166 in the most recent period,	from services and remittances.
i v v	should be on board. Admittedly,	income from rice farming. The	decline from about 28 percent	and is surging ahead at about 5	and depicted a growth rate of 2.5	By and large, the state has a
	the discussion would center on	development on this count	to about 13 percent in 1999-	per cent per annum for the	percent per annum. The growth	part to play in increasing their
Public rallies are for mobilising public opinion or securing		seems to reinforce our earlier	2000, and to 12 percent in 2003-	functionally landless groups.	rate is above the average for all	access to education, capital, and
	holds since they comprise a	observations on labour use and	04. The income from this source	Their presence is also more	households and land-owning	
	sizeable portion of the total	changes in tenancy markets. It is	dropped at 3 percent per annum	pervasive than the land owning	households. But the inequality	a good environment for carrying
increasing public inconvenience!	landless households in rural	not surprising that functionally	over time. This could be called a	groups who are generally known	syndrome should be considered	out activities. Let us provide
Our suggestion is representatives from political parties,	areas.	landless households are enter-	significant development since	to be blessed with capital for	also. The per capita income of	them with a ladder, if not with
civil society, government agencies and the DCC put their	The total household income of	ing the tenancy market, increas-	labouring on others' land is not	carrying out business. We pre-	the functionally landless house-	land
heads together to devise ways and means to avoid life-	a functionally landless house-	ing operated parcels, and receiv-	only humiliating but also prone to	sume that, since this group is the	holds is 60 percent of that of the	
disrupting traffic congestion on account of political and	hold was estimated to be \$819 in	ing more income from rice farm-	severe risks because of the	"target group" of the micro-	land-owning, and 75 percent of	
other programmes	2003-04, and after allowing for	ing.	unpredictability of nature, and	finance institutions spread over	all, households. Just sixteen	Abdul Bayes is Professor of Economics,
	change in household size, the	The most important agricul-			years ago, they had about 59	Jahangirnagar University.
		1		,	, , , ,	

# **Congress attempts course correction**



**PRAFUL BIDWAI** writes from New Delhi

AS the Congress party emerged stronger or weaker from its Chief Ministers' conclave at Nainital? And is it better prepared for the Assembly elections due in 2007 in Uttar Pradesh, Punjab, Uttaranchal, Manipur, Gujarat, and Jammu & Kashmir?

The honest answer is, the Congress did some uncharacteristic introspection and attempted course correction; this has made it more united, coherent, and confident. But it must do much more if it wants to perform well in next year's elections.

Nainital saw the Congress attempt a measure of coordination between its organisational wing and its 14 state gov-

Even in Mumbai, the presumption is that a "foreign agency" (read, Pakistani) was involved because RDX was used -- a material which governments alone possess. This presumption is utterly, dangerously, false. RDX is regularly smuggled through Bangladesh, Burma, Pakistan, and across the two seaboards. Outlook magazine's latest cover story shows that RDX is easily available near the West Bengal border for Rs 80 per gram. Two reporters bought 250 grams of it, without any special introduction, password, or determination of its intended use.

towards Pakistan.

ernments. It also tried to reconcile internal differences on some policy issues.

On organisational matters. party president Sonia Gandhi emphatically and categorically ruled out the appointment of a deputy prime minister. She expressed complete confidence in Dr Manmohan Singh.

She was clearly keen to scotch rumours that Mr Pranab Mukherjee was being considered for the deputy PM post. The rumours' source was none other than Mr Mukherjee himself, who has become super-ambitious even though he has emerged as the Cabinet's number two. Ms Gandhi's statement was

only appropriate given the divithe deputy PM issue is an intersion of labour between her and nal matter of the Congress. Of Dr Singh. Although there's a greater public interest was her

widespread impression that Ms questioning of policies: on Special Economic Zones; and Gandhi stands on Dr Singh's left on policy issues and is more pursuit of counter-terrorism at averse to neo-liberal economics the expense of innocent people. and a pro-United States foreign Ms Gandhi initiated a discussion policy, she has decided to be on these, although Dr Singh discreet on these differences. carried it further on the second. She trusts Dr Singh as a loval

Ms Gandhi acknowledged died-in-the-wool bureaucrat who India's acute agrarian crisis. She underscored farmers' suicides -knows how to "work the system." but who is also aware of his 100,000 over a decade, a numlimitations as a political leader. ber unprecedented anywhere --She obviously doesn't share as "a challenge to our collective conscience [which] beckon us to that level of comfort with Mr Mukherjee: he's far more mmediate action.

Machiavellian and cynical than The party adopted a paper the average Congressman. He's which recommends a "farmerfriendly" agricultural policy as also pro-US and hawkish opposed to the National Democratic Alliance's "corpo-Ms Gandhi's clarification on rate-friendly" policy. Even as this was said. 11 farmers killed themselves in Maharashtra's

Vidarbha region. Since Dr Singh's July visit there, a frightening 298 farmers have committed suicide.

The Congress must go further than implement changes likely to be recommended by National Commission on Farmers, including lowering the farm credit interest rate from 7 to 4 percent and promoting crop insurance. What's essential is land

reform, higher public investment. and emphases on drylandcentred low-energy-input farming, and on hardy natural seeds rather than manufactured or genetically manipulated ones like BT cotton.

Implementing this alone can save the Congress from being branded "anti-farmer."

The Congress has wisely decided to go slow on SEZs. Ms Gandhi said: "Prime agriculture land should not be diverted to non-agricultural uses. Farmers must get proper compensation [and] become stakeholders in [SEZs] projects."

Commerce Minister Kamal Nath wrote to the states saying that SEZs should have no more than one-tenth of their area on farmland (although he exempted

single-cropped land from this). Agricultural Minister Sharad Pawar wants farmers to be given 12.5 percent of the land devel-

oped by SEZ promoters.

SEZs have become synonymous with a massive land grab and generated huge protests. These threaten to become a mass movement. The UPA must reverse the sanction granted to 181 SEZs.

What the Congress does on the issue of terrorism will have an even greater impact on India. Its leadership has done well to admit that innocent people, especially innocent Muslims, are often harassed for their suspected involvement in terrorist violence --without evidence.

This admission comes within barely two weeks of Dr Singh's urgent call for "a proactive policy to ensure that a few individual acts do not result in tarnishing the image of an entire community, and remove any feelings of persecution and alienation from the minds of the minorities."

At Nainital, Dr Singh was blunter. He bemoaned the fact that our "law enforcing mechanism... lines up the entire population in a locality for question-Bengal border for Rs 80 per

ing." He traced the "communal sensitivities" of the police to the "erroneous linkage -- made by the West -- of treating actions of a few as typical of the community

as a whole." Dr Singh called for more minority representation in police and intelligence agencies: "We can at least try and re-deploy capable officers of minority communities to sensitive areas in large numbers."

This reform is long overdue. The Mumbai and Malegaon attacks underscore its urgency. The police rounded up scores of Muslims in both, although Muslims were the terrorists' sole target in Malegaon.

Even in Mumbai, the presumption is that a "foreign agency" (read, Pakistani) was involved because RDX was used -- a material which governments alone possess. This presumption is utterly, dangerously, false. RDX is regularly smuggled through Bangladesh, Burma, Pakistan, and across

the two seaboards. Outlook magazine's latest cover story shows that RDX is easily available near the West

gram. Two reporters bought 250 grams of it, without any special introduction, password, or determination of its intended use.

We must own up to an unpleasant truth. There are enough grievances in India, which, deplorably, provoke extremism. The Indian state has aggravated many grievances through its prejudiced or communal behaviour.

The "Western" framework that Dr Singh criticised views terrorism as "Islamic" and advocates an Islamophobic approach to counter it. This framework worsens the problem. It'll make our citizens more insecure.

The existing approach will further communalise security and police agencies and accelerate the cycle of violence and counter-violence. The Congress must discard the approach -- as quickly as it revised the SEZ policy.

Praful Bidwai is an eminent Indian columnist