The Context of Reforms

- § The Mainstream Perspective on Crisis, Diagnosis, and Prescription
- § Tracing the Roots of Financial Crisis
 - § The Crisis of Performance
 - § The Crisis of Accountability OR The Crisis of Governance
- Ø The Power Sector Crisis is Essentially a 'Political' Crisis

Electricity Sector Reforms

Ø Is it an Institutional Strategy to Resolve the Financial Crisis?

OR

Ø Is it a Political Strategy to Depoliticize the Sector?

Development: The Core Social Concern

- § Socially Disadvantaged Section Are also Asset-Less Sections
- § Energy (Electricity) & Water:

 Inputs Critical for Asset-Less to Climb the Development Ladder
- § Inadequacy of the Life-Line Tariff
- Ø Danger of Reforms Restricting Development

Democracy: The Core Political Concern

- § Electricity: An Input for Development:

 Hence, a Matter Within Public Realm
- § Reforms Take Electricity out of the Public Realm
 - § By Treating Electricity Primarily as a Commodity (+ Object of Charity)
 - § By Substituting the State with Technocratic and Legalistic Regulatory Institutions
- § Limiting Capacity of People to Influence Decision-Making in This Public Affair
- Ø Danger of Reforms Restricting Democracy

What We Have? What We Need?

- § State-Centered Model:

 ü Restricting -Growth;

 ü Restricting Development (partially);

 ü Restricting Democracy (partially)
- § Reforms:
 - **ü** Facilitating Growth;
 - ü Danger of Restricting Developmentü Danger of Restricting Democracy
- § Desired Model
 - **ü** Facilitating Development
 - **ü** Facilitating Democracy

Evolving Consensus

- **§** Avoiding Conflict; Attaining Consensus
 - ü Confidence in Process:

Requires Transparency & Accountability

ü Ownership of Content:

Requires Meaningful Participation (Space & Capabilities)