# Current Government Policies Towards Health, Education and Poverty Alleviation in India: An Evaluation

# PRAVEEN JHA\*

#### Introduction

The fact that substantial sections of Indian population suffer from serious deprivations vis-a-vis a set of commonly acknowledged basic needs, such as adequate food, shelter, clothing, basic health care, primary education, clean drinking water and basic sanitation - is well known. In this regard, one may recall some sentences from the address to the country by the President of India on the occasion of the Independence Day 2000:

"Fifty years into the life of our Republic we find that justice - social, economic and political - remains an unrealized dream for millions of our fellow citizens. The benefits of our economic growth are yet to reach them. We have one of the world's largest reservoirs of technical personnel, but also the world's largest number of illiterates, the world's largest middle class, but also the largest number of people below the poverty line, and the largest number of children suffering from malnutrition. Our giant factories rise out of squalor, our satellites shoot up from the midst of the hovels of the poor. Not surprisingly, there is sullen resentment among the masses against their condition erupting often in violent forms in several parts of the country. Tragically, the growth in our economy has not been uniform. It has been accompanied by great regional and social inequalities. Many a social upheaval can be traced to the neglect of the lowest of society, whose discontent moves towards the path of violence".

Such an acknowledgement by the former President of the multidimensional deprivations afflicting millions of citizens is a damning indictment of the key failures of India's development experience, and highlights some of crucial challenges confronting

Centre for Economic Studies and Planning, Jawaharlal Nehru University, New Delhi. The author gratefully acknowledges the most valuable research assistance for this paper provided by Subrat Das, Sibasankar Mohanty and Vineet Kohli. This paper draws substantially on two of the author's earlier writings: (1) Country Input for the SAARC Social Charter: A Concept Note, and (2) Rhetoric and Reality - Policy Watch; the first paper was written on behalf of the Council for Social Development, New Delhi, and the second was a contribution to the Citizens Report on Governance and Development of the National Social Watch Coalition, 2003.

the Indian society. Indeed, the major shortcoming of the State-led economic transformation in India after independence is not the lack of economic growth or industrialization (as is often portrayed in some quarters), - on the contrary, in these respects Indian performance has been atleast respectable - but it is in the realm of policies and processes that could have facilitated the fulfillment of the above noted basic needs. Moreover, there is some concern that with reference to some of these basic needs the prospects may have worsened relatively during what is commonly described as the period of economic reforms (i.e. the period since July 1991 onwards).

This essay attempts to evaluate the current policy commitments of government with respect to health, education and poverty alleviation, mainly with reference to 2002, although obviously locating these in the context of the framework of economic reforms unfolding for well over a decade now. For reasons of information availability, it is largely the central government's policies which form the basis of discussions. Core features of the relevant policy pronouncements and their implications are outlined, and to the extent possible, the facts and figures are looked at. As is well-known often there are significant time lags between a policy pronouncement and its implementation, and such lags are even larger when it comes to the data availability relating to implementation and its outcomes. Thus, at this point, tracking down what happened in the year 2002 due to the relevant policies can only be a quick assessment keeping in mind the limitations mentioned in the foregoing, and a more substantive analysis can be undertaken only at a later date. It may also be noted here that the important concern of the paper is to explore specific connections between the relevant policies and the possible consequences for the relatively marginalised social and economic groups.

The three themes chosen for this paper are absolutely central for the general well-being in any society and there is a substantial literature on their treatment in the discourses on public policy in India. It may be in order here to begin with a discussion of the salient features of the avowedly stated commitments of the state to the fulfillment of these basic needs. In particular, it is worth emphasizing the argument that the public provisioning of these basic needs may be considered inalienable rights of all citizens, and the case for such an argument emerges from the official pronouncements itself. In the next section, an attempt is made to outline such a perspective, and the subsequent sections look at the current policies and their consequences with respect to the core themes chosen for this paper.

# Should Public Provisioning of Basic Needs be Considered Rights to Development in India's Constitutional Context?

India's Constitution, through its Preamble and the chapters on the Fundamental Rights and the Directive Principles of State Policy, provides an useful starting point to situate and analyse the rights to development in the Indian context. As is well-known, the Indian Constitution, as it came into being in 1950, was interpreted to have a clear distinction between a set of fundamental rights (essentially consisting of some basic civil and political rights) vis-a-vis which an individual is guaranteed against coercive or arbitrary state action, and a set of directive principles (i.e. a set of economic, social and cultural rights) which should be the guiding principles, or the goals and aspirations, for State's actions in the interest of the citizens' welfare. From a legal point of view, the sharp distinction between the two sets of rights was that the former (i.e. the set of fundamental rights) was justiciable whereas the latter (i.e. the set of directive principles) was not. Thus in terms of legality, the directive principles, (henceforth DP), which essentially consist of what the contemporary discourse views as preeminent rights to

development such as the rights to food, shelter, health, basic education etc., are inferior to the fundamental rights (henceforth FR). It was hoped by the framers of Indian Constitution that inspite of DP being ranked lower than FR, the seriousness of the former would not be undermined. As Dr. Ambedkar put it: "It is the intention of the Assembly that in future both the legislature and the executive should not merely pay lipservice to these principles .... but they should be made the basis of all executive and legislative action that may be taken thereafter in the matter of governance of the country" (emphasis added). Ostensibly, one of the primary reasons for DP being kept nonjusticiable was the financial weakness of the newly independent state. Again to quote Dr. Ambedkar: "A State just awakened from freedom from its many preoccupations might be crushed under the (financial) burden unless it was free to decide the order, the time, the place and the mode of fulfilling them (i.e. the Directive Principles)". Thus, by implication, fulfillment of entitlements mapped under the DP was made contingent on the State's economic capacity. The other major reason for keeping the DP nonjusticiable was presumably the inherent difficulties in specifying the duties (of the State) in a rigorous and precise manner, vis-a-vis the economic social and cultural rights covered under the DP.

Both these ostensible reasons for keeping the DP non-justiciable are contentious and merit closer scrutiny. But before we do that, it may be worth recalling some of the major commitments made internationally by India. In this regard, the first point to note is that the FR and the DP between them cover almost the entire ground laid out by the Universal Declaration of Human Rights (henceforth UDHR). Three years after the United Nations came into being, its General Assembly put into place a most significant instrument in the form of the UDHR, in the hands of the emerging human rights discourse. Through its 30 articles, which spell out basic civil, political, economic, social

and cultural rights that should be available to all human beings in every member country, the UDHR of 1948 began a process of defining a broad range of rights, that would have international acceptability, and to explore and establish mechanisms to promote and defend those rights. As regards the overlap between UDHR and the Indian Constitution mentioned above, articles 3 to 21 of the UDHR, listing a set of civil and political rights, are incorporated in Part III, i.e. the Fundamental Rights as articles 12-35 of the constitution, and the articles 22 to 27 of the UDHR focusing on the economic, social and cultural rights to which all human beings are entitled, cover the same ground as the Part IV, i.e. the Directive Principles through articles 36 to 51 of the constitution.

The UDHR, along with the two International Covenants on Human Rights, India being a party to both, comprise what is generally described as the International Bill of Human Rights. The International Covenant on Economic, Social and Cultural Rights came into force in January 1976 and by 1998 it had 137 state parties. Briefly, as put by a UN document, (UN, 1998) the rights that this Covenant seeks to promote are:

- \* The right to work in just and favourable conditions;
- \* The right to social protection, to an adequate standard of living and to the highest attainable standards of physical and mental well-being;
- \* The right to education and the enjoyment of benefits of cultural freedom and scientific progress.

Source: Reproduced from Basic Facts About the United Nations, page 220, UN (1998).

The State parties to this Covenant are supposed to submit periodic reports to the committee on Economic, Social and Cultural Rights as regards the implementation of the provision of the Covenant. In turn the committee, after deliberating on the report with

the representatives of the government concerned, is supposed to help State parties in better implementation of the rights enshrined in the Covenant.

The International Covenant on Civil and Political Rights also came into force in 1976, and by 1998, the Covenant had 140 state parties. The highlights of this Covenant, as summarised by UN (1998), are as follows:

- \* The Covenant deals with such rights as freedom of movement; equality before the law, the right to fair trial and presumption of innocence; freedom of thought, conscience and religion; freedom of opinion and expression; peaceful assembly; freedom of association, participation in public affairs and elections; and protection of minority rights.
- \* It prohibits arbitrary deprivation of life; tortune, cruel or degrading punishment; slavery and forced labour; arbitrary arrest or detention and arbitrary interference with privacy; war propaganda, and advocacy of racial or religious hatred.

Source: Reproduced from Basic Facts About the United Nations, pp. 220-221, UN (1998).

In this case also, the State parties are supposed to submit reports to the committee established for this purpose, which monitors the implementation of the Covenant's provisions.

Apart from the UDHR and the International Covenants mentioned above, a number of conventions and declarations have been concluded within the United Nations, facilitating several groundbreaking decisions. India has been a party to most of these conventions, such as the convention on the Elimination of All Forms of Discrimination Against Women (1979), the convention on the Rights of the Child (1989), among others. One may also note that over the years the United Nations has put in place a variety of institutions and mechanisms, details of which we need not get into here, for more effective promotion and protection of the broad range of rights mentioned briefly in the

foregoing. Through periodic summits and declarations, majority of the governments across the globe have repeatedly affirmed their support to such rights. One such well-known occasion was the Summit for Social Development of 1995 (held in Copenhagen, Denmark), convened by the General Assembly, in which the government representatives from 117 countries (including India), pledged themselves to address the 'profound social problems' confronting, in particular, the marginalised and disadvantaged groups. Through the Summit's Declaration and Programme of Action, world leaders again committed themselves to universal access to education and primary health care, full employment as a basic policy goal, eradication of poverty, promotion of social integration particularly of the vulnerable and disadvantaged groups, and many other desirable goals.

Most recently, at the UN Millennium Summit in September 2000, 189 states of the United Nations reaffirmed their commitment to work towards a set of goals for achieving significant measurable improvements in people's lives worldwide. The socalled Millennium Declaration, signed by 147 heads of state and passed unanimously by the members of the UN General Assembly, consists of 8 goals, 18 targets and more than 40 performance indicators. The box below provides a summary of the highlights of the said Declaration.

# Millennium Development Goals (1990-2015)

- 1. Eradicate extreme poverty and hunger
  - \* Halve the proportion of people with less than one dollar a day.
  - \* Halve the proportion of people who suffer from hunger.
- 2. Achieve universal primary education
  - \* Ensure that boys and girls alike complete primary schooling.
- 3. Promote gender equality and empower women
  - \* Eliminate gender disparity at all levels of education.
- 4. Reduce child mortality
  - \* Reduce by two thirds the under-five mortality rate.
- 5. Improve maternal health
  - \* Reduce by three quarters the maternal mortality ratio.

- 6. Combat HIV/AIDS, malaria and other diseases.
  - \* Reverse the spread of HIV/AIDS.
- 7. Ensure environmental sustainability
  - \* Integrate sustainable development into country policies and reverse loss of environmental resources.
  - \* Halve the proportion of people without access to potable water.
  - \* Significantly improve the lives of at least 100 million slum dwellers.
- B. Develop a global partnership for development
  - \* Raise official development assistance
  - \* Expand market access.
  - \* Encourage debt sustainability.

Source: The Costs of Attaining the Millennium Development-Goals, World Bank, 2003.

In brief, the problems associated with grossly inadequate - even in an absolute sense - economic and social development in different parts of the world have been at the centre stage of several UN conventions, declarations etc. and repeated commitments have been made by the member states, including India, to take effective measures to address the same. Thus, it is hardly the case that the broad range of economic and social rights - broadly coterminous with what is often described as rights to development - are not acknowledged as being critically important; the substantive issue is: are there compelling reasons for them not to be taken seriously inspite of official repeated endorsement as their ostensibly being central to socio-economic policies?

It was mentioned earlier that the articles enshrished in the DP of India's constitution, although considered most desirable, were treated as being inferior to FR and there was no guarantee that they will be executed. One of the presumed major reasons for it was that the fulfillment of DP was made contigent on the State's economic capacity. Whatever may have been the weight of such an argument soon after independence, it may be possible to argue today that it does not appear quite convincing. With appropriate policies of taxation and a reordering of expenditure priorities, there is no reason why substantial progress can not be achieved vis-a-vis a set of chosen

entitlements, such as basic food and nutrition drinking water, sanitation, shelter, basic education and primary health care. Although figures relating to the aggregate nuclear military expenditure by India are not available in the public domain, it may not be unrealistic to surmise that the quantum of expenditure on this head alone since independence, if committed to the entitlements mentioned above, would have gone a long way towards their fulfillment. Ofcourse, a detailed calculus is required to estimate the potential resource mobilisation for meeting these basic needs - and there are estimates generated by concerned scholars periodically - there is no reason to believe that, with appropriate reorientations in fiscal policies of the central and the state governments, the task is beyond the economic capacity of the Indian nation.

In this context it may also be noted that the impression generated sometimes that in terms of resource requirements, there is a huge gap between facilitating FR and enabling DP may be misleading. Garagantum paraphernalia of judicial, internal security and prison systems prevalent in India is an enormous resource guzzler by any reckoning, and hence the argument that the required commitment of resources and efforts involved in the case of defending civil and political rights - the socalled 'negative' rights - is any less strenuous for the State's capacity to pay, in comparison with what may be required for the fulfillment of the basic economic and social rights, or the socalled 'positive' rights. Moreover, it is reasonable to suggest that the neglect of the 'positive' rights generally leads to increased resource burden for the state to maintain 'negative' rights. To put it bluntly, spending on schools, hospitals, poverty eradication etc. may be a desirable option for any society to enable it to spend less on police and prisons.

The other argument against giving more teeth to the provisions under the DP has to do with the presumed near-insurmountable difficulties in unambiguous specification

of the duties and obligations, which correspond to the said provisions. Extreme version of the argument is: it is impossible to fix responsibilities and mechanisms for the rights claimed under the DP and hence they can not be made justiciable. Sure enough, there are inherent difficulties in rigorous specification of the obligations and mechanisms with reference to many provisions covered by the DP, but the extreme version of the argument just stated is akin to throwing the baby with the bathwater. It is certainly possible to establish a minimum agenda covering what is generally accepted as basic needs. In this respect there may be useful lessons to learn from the perspectives from the other countries (i.g. the commitment shown by several low income countries to their social sector), our own experience (e.g. the Employment Guarantee Scheme in Maharashtra) and other initiatives. For instance, the UN Committee on Economic, Social and Cultural rights, undertook the task of delineating and defining minimum 'core' under each right, which should be guaranteed to all human beings by their respective governments, in the absence of which the concerned State party is to be considered violating its obligation. This Committee's efforts at establishing the core norms and setting up the monitoring procedures related to them has led to the formulation of a minimum agenda, which is roughly same as the generally accepted package of basic needs: the right to food, to shelter, to clothing, to basic sanitation and clean water, to basic health care and at least primary education. The UN Committee took the view that the provision of such rights provide, together with the crucial principle of nondiscriminatory access, the absolute basic foundation of human existence.

Putting in place the agenda of minimum rights of the kind must be considered a matter of highest priority; the argument against it on the grounds of financial implications ignores the huge human costs in the present as well as overtime, and must be rejected. Ofcourse, it is not being suggested here that financial considerations ought

to be treated in a cavalier fashion. Sure enough, it is very important that for the provisioning of several of these rights, with a well-defined floor level, appropriate and cost - effective technologies and strategies must be harnessed. However, the crux of our argument is that we ought to move away from a conventional approach rooted in desirability of a set of basic needs, which smacks of charity, to a rights-based approach that starts with the position that all citizens must have a set of core entitlements, which are justiciable, and in whose provisioning the State must be held primarily accountable. Obstacles in the way of the fulfillment of such entitlements must be confronted, and the most efficient ways of meeting the necessary obligations must be explored on an ongoing basis. It must also be emphasized that in such a perspective, citizens must not be viewed as passive beneficiaries of handouts but active participants and claim-holders. Thus the core policy concern ought to be to devise instruments, mechanisms and institutions which enable people to realize their entitlements.

It is indeed heartening to note that the advocacy for rights based approach has become quite prominent in the recent years. The social scientific literature on this – such as contributions by Rawls, Dworkin, Amartya Sen, among others – are well-known. In the Indian context, one of the most significant development has been that the apex court, during the last couple of decades, has displayed lot of creativity and activism in support of making many of the economic and social rights as important as the FR.

Possibly the <u>Kesavanand Bharati vs. State of Kerala (1973)</u> was the turning point in this respect when a full bench of the Supreme Court deliberated on the relationship of DP and FR, and took the view that there was a need for a harmonious relationship between the two. However, the case for a most powerful endorsement of economic and social rights was made by the Supreme Court in the <u>Francis Coralie Mullan's Case</u> (1981), when the court held that the expression right to life (i.e. article 21 of FR), must include

'the right to live with human dignity and all that goes along with it, the bare necessities of life such as adequate nutrition, clothing and shelter over the head'. While acknowledging the potential economic constraints, the court ruled that the right to 'life' must include the right to a minimum wherewithal so as to carry on functions and activities that may be considered at least the bare minimum expression of human life. In effect, the apex court in India through this case has rendered the fundamental right to life as a repository of some basic economic and social rights. Moreover, in a number of subsequent cases, the apex court has continued to interpret Article 21 in a broad sense to facilitate inclusion of a number of economic and social rights. Some of the major landmarks in this respect include the following

- a) Olge Tellis Case (1985), in which the court held that the right to livelihood is included in the right to life.
- b) Bandhua Mukiti Morcha Case (1984), in which the court ruled that it was fundamental right of all citizens to live with human dignity, and bondage was antithetical to the requirements under Article 21.
- c) M.C. Mehta vs. Union of India, in which the court ordered the closure of some tanneries, whole effluents were being discharged into the Ganges, on the ground that the right to healthy environment is consistent with the meaning of life in the Article 21.
- d) J.P. Unikrishnan vs. State of Andhra Pradesh (1993), in which the court ruled that free education upto 14 years of age is a right in accordance with the Article
  21. In an earlier case also, Mohini Jain vs. State of Karnataka (1992), the judges said that "the right to education flows directly from the right to life".
- e) Vellore Citizens Welfare Forum vs. Union of India (1996), and B.L. Wadhera vs Union of India (1996), in which protection against hazardous industries and the

- provision of pollution free air and water were decreed as inclusive elements of the meaning of life in the Article 21.
- f) Paschim Bangal Khet Mazdoor Sabha vs. State of West Bengal (1996), in which the court ruled that providing timely medical facility to its citizens is an essential obligation of the State.

These are only a few among several judgements by the Supreme Court in India to widen the meaning of life in Article 21, compared to its narrow and conservative interpretations in the 1950s and '60s. Going by the relevant verdicts of the apex court during the last couple of decades, it is eminently clear that the rights to education, health, food, shelter etc. have been included within the ambit of Article 21, and thus have been, in principle, made justiciable. Justice K. Ramaswamy, in a 1997 judgement, citing the UN declaration of the Right to Development, to which India was a party, as being the foundation for obligating and enforcing such sights, said:

"India being a signatory of the UN declaration of the Right to Development means that it is the duty of the Indian State to formulate its policies legislative or executive, accord equal attention to the promotion of, and to protect the right to social, economic, civil and cultural rights of the people, in particular, the poor, the Dalits and Tribes as enjoined in Article 46 read with Articles 38, 39 and all other related articles read with the right to life guaranteed by Article 21 of the Constitution of India" (emphasis added).

We may also note that in several of its verdict, as should also be evident from the preceding quote, the apex court has been proactive in acknowledging the discrimination suffered by the vulnerable economic and social groups and has displayed its commitment towards the redressal of the same. To cite just one such verdict where the judges stood for the equal rights of women and said: 'equality, dignity of person and the right to development are inherent rights in every human being', [Samatha vs. State of Andhra Pradesh (1997)]. Glaring discriminations on account of gender, caste and along several other lines are very well-documented not only in the countries of South Asia, but the developing world as a whole, (and also in muted forms in the developed countries as well). Problem assumes almost a tragic dimension when such discrimination is rampant with reference to even the most basic requirements such as food. As Susan George put it quite pithily in her 'How the Other Half Dies': "Could anyone be more undernourished and forlorn than a poor man at the bottom of the pile in a UDC? Yes – his wife and usually his children".

Coming back to India's apex court position through its several verdicts now, on the basic rights to development such as the rights to food, shelter, primary education, basic health, sanitation etc., there is no ambiguity whatsoever that these rights have been interpreted as being enforceable without any discrimination along the social or economic lines. The questions, however, relating to enforcement mechanism still appear to be shrouded in ambiguities. Sure enough, the apex court appears to have been engaged in exploring process and norm clarifications regarding the enforcibilities of these rights. Illustrative of such efforts, just to take one example, is its recent pronouncements relating to the right to food. In one of its interim orders passed in November 201, in response to the PIL filed by PUCL, the SC said that where people were unable to feed themselves adequately, the State was obliged to make provisions. Towards that, it was suggested that:

- (i) benefits of all nutrition related programmes be converted into legal entitlements;
- (ii) all state governments and the central government were given the direction to ensure awareness and transparency of these programmes; and
- (iii) all state governments were directed to introduce cooked mid-day meals in primary schools within six months.

More recently, in October 2002, the apex court has decreed that chief secretaries of the state governments shall be held answerable for starvation deaths in their respective states.

Such decisions of the apex court have ofcourse been important towards establishing norms and processes towards ensuring enforceability of the right to development, but there is still a long way to go. One may also suggest here that making the rights to developmen justiciable and establishing clear legal mechanisms for them is only half the battle won. The other half, and the more difficult one is to ensure vibrant social and political processes committed to the realization of these rights. This is where there is a long and arduous struggle ahead, which appears to have been made even more difficult by the currently ascendant and accelerated processes of liberalization and globalization in the recent years.

Now we move on to take a close look at the current policies towards the three core themes mentioned at the beginning of this paper, and track the implications of the same.

#### II

## Health Care Scenario: A Background

Under the Constitution of India, in terms of distribution of sectoral responsibilities in the federal set up, health is a state subject. However, a number of items related to health are listed in the concurrent list, and thus the Central Government has had enough scope to influence the context and the prospects in the health sector through its policies, budgetary allocation etc.

By any reckoning the health care facilities for overwhelming majority of people in India are poor, both quantitatively and qualitatively. As per the most recent available estimates, urban areas have only 4.48 hospitals, 6.16 dispensaries and 308 beds per one lakh of (urban) population and these figures are far from adequate by any acceptable standard but seem to be much better than the corresponding figures for rural areas. For the rural areas the situation is much worse with 0.77 hospitals, 1.37 dispensaries, 3.2 PHCs and just 44 beds per one lakh of (rural) population (Duggal, 2002). Not only the progress of the country in the health sector in the 55 years after Independence has been grossly inadequate but it may well be the case that there has been a slowing down in many respects in the recent years. Numerous indicators can be cited, apart from those mentioned above, to drive home this point. For instance, for the country as a whole, number of beds per lakh of population, which had increased from 32 in 1951 to 83 in 1982, was only 93 in 1998. Similarly the number of doctors per lakh of populaton increased from 17 in 1951 to 47 in 1991, but stood at 52 in 1998.

Also, as is well-known, the curative services are primarily located in urban areas whereas the rural institutions mainly provide preventive and promotive services. It

would not be an exaggeration to say that the curative care facilities are almost non-existent in rural areas, which has contributed to a massive proliferation of quacks in many parts of the country. It is on account of both the very poor spread and lamentable quality of preventive as well as curative health care system that the morbidity and mortality levels are still at unacceptably high levels in the country. Communicable disease like Malaria and TB continue to haunt substantial sections of population. Even common water-borne diseases like Gastroenteritis and Cholera are still contributing to the high levels of morbidity.

One of the main reasons underlying the poor state of health care facilities in India happens to be the very low levels of public expenditure in health sector, which happens to be among the lowest in the world as may be seen from Table 2.1 in the appendix. During the decade of the 1990s, it became even worse as the public investment on health as a percentage of GDP declined from 1.3% in 1990 to 0.6 % in 1999.

Currently the aggregate annual expenditure on health is 5.2 % of GDP. Out of this, about 17 % of aggregate spending is coming from the State, the rest being out-of-pocket expenditure borne by the citizens directly. While the budgetary allocation on health sector by the Central Government over the last decade has been stagnant at 1.3 % of the total Central Budget, that in the states it has declined from 7 % to 5.5 % (Draft National Health Policy, 2001). The following tables give us yet other approximate indicators of the huge deficiency and inadequate progress in the health sector (see Table 2.2), and whittling down of government's commitment (see Table 2.3).

Also, it is quite an irony that in a context of widespread deprivations vis-a-vis the most basic needs, the system of medical care in the country is one of the most privatised

systems anywhere in the world (See Table 2.4). In 1997, an estimated 68 % of the hospitals, 56 % of dispensaries, 37 % of beds and 75 % of the allopathic doctors were in the private sector (Duggal, 2002). The major squeeze on the fiscal resources of almost all the state governments in the last decade has meant that public investment in the health sector, instead of rising, has been stagnant at best in most cases. As mentioned earlier, health being primarily a state subject as per the Constitution, the contribution of Central Government to the overall public health funding has been limited; moreover, the successive Governments at the Centre have unfortunately shown an accelerated tendency of withdrawing from their responsibilities towards the socalled social sectors.

In this regard we may also note that in any case, in terms of resource allocations, almost throughout the post-independence period, the governments at the centre treated the Social Sectors- like health, education, housing, and water and sanitation as being inferior to the Economic Sectors as may be seen from Table 2.5. What may have worsened the scenario since the beginning of 1990s is a fundamental shift in the Central Government's. As a result of which the approach towards the social sectors, the crux of which is that giving a greater role and all kinds of concessions to private players in the social sectors would lead to an adequate response from them that would go a long way towards filling up the existing gaps in these sectors. An obvious consequence of such a shift in approach has been the slow process of privatization and deregulation of the health sector, that had become evident in the 1980s, got accelerated significantly during the 1990s.

In the 1990s, a number of corporate hospitals sprung up on land allotted to them by the Central and State Government in prime urban locations, in exchange for their promise to provide a reasonable proportion of their services free to the poor (Baru,

2000); however, there is increasing evidence of non-fulfillment of such promises by major private hospitals, and yet such policies have been pursued vigorously. The 1990s also saw the privatisation of public health institutions and specific involvement of private providers in the public health system (Sen, Iyer and George, 2002). As as has been argued by several researchers, such developments have contributed to the increases in health costs that are clearly evident in the mid-1990s NSS Survey. Ofcourse a major culprit in pushing up costs has been the systematic deregulation of the pricing of drugs which gathered momentum in the recent years. At the time of the introduction of Drug Price Control Order, in 1970, all drugs were kept under price control. In 1979, only 347 of the drugs were kept under price control. This number was almost halved to 163 by 1987, and subsequently it was brought down to 76 in 1995. Now, the Pharmaceutical Policy of 2002 has reduced this number further to 35 drugs.

Box No. 1 below captures the impact of the liberalisation on the drug prices.

In 1995, the amendment of the Drug Price Control Order of 1987 (which had kept 163 drugs under price control) deregulated the drugs market leaving only 76 drugs under price control mechanism. An analysis of its impact by the Delhi Science Forum (DSF) showed that out of a set of 28 essential drugs (8 under price control and 20 outside it) - whose price movement was studied - "prices of 6 of the 8 controlled drugs decreased; on the other hand, the prices of the 20 drugs outside DPCO mechanism showed an increase in excess of 10% and in some cases in excess of 20%". (Ramachandran, 2002). "The DSF also analysed the increase in prices of 50 top-selling drugs between February 1996 and October 1998. It showed that the average increase in case of brands under price control was 0.1%, whereas that in the case of brands outside price control was 15%. It was also found that the price-rise was not a one-time increase owing to an escalation in raw material costs but was indicative of a trend of a continual increase in the prices of decontrolled drugs".

Source: Ramachandran, 2002.

This matter of rising drug prices is obviously worrisome as a very large part of our population lacks the commensurate purchasing power to afford these. We may also recall the well-known fact of India's health scenario that a handful of states, accounting for well over half of the country's population, are performing very poorly in terms of the standard indicators, as may be seen from Table 2.6.

The figures given above bring out the wide intra country differences at the state level; as it happens, even within states, there exist wide disparities at the lower levels of aggregation. Thus as the Ministry of Health and Family Welfare puts it: "national averages of health indices hide wide disparities in public health facilities and health standards in different parts of the country. Given a situation in which national averages in respect of most indices are themselves at unacceptably low levels, the wide inter-State disparities imply that , for vulnerable sections of society in several states, access to public health services is nominal and health standards are grossly inadequate".

It is well-recognised that the fiscal health of most state governments have taken

quite a beating in recent years, the low buoyancy of central transfers and the spillover of the central pay revisions being important culprits in this regard, and consequently the spending ability of many of the states has been significantly constrained. Since it is very difficult for the states to cut-down their fixed expenditures (like interest payment, payment of salaries etc.), such a situation might have forced the states to cut-down their variable expenses which include developmental expenditures like that on the health sector. Under the circumstances, the Central Government ought to have done more, particularly to help the low-performing states. However, a look at the Central Government's budgetary allocations under health sector, during 1992-93 to 1999-2000 shows that it rose during this period for the relatively better performing states such as Andhra Pradesh, Gujarat, Karnataka, West Bengal and Delhi, whereas already laggards including Bihar, Madhya Pradesh and Rajasthan were neglected in this respect, (see Table 2.5 and 2.6) thus accentuating interstate differences.

There is another well-known dimension of inequality that may be recalled here. Given the narrow reach and poor quality of the public health system in the country, it is no surprise that the most vulnerable socio-economic groups have benefited the least from the public health system. The following table gives some indication of such an inequality as reflected through some of the major indicators of the health status among different socio-economic groups in the country.

It is common knowledge, and Table 2.10 is illustrative of it, that private health care system is many times more expensive compared to its public counterpart and hence a shrinking of the latter not only pushes up the per unit cost but is also socially very regressive.

The accelerated phase of privatization and deregulation of the health sector in the

recent years has resulted in a situation where 83 % of the aggregate expenditure on health in our country is private spending. It is worth recalling here that the public expenditure on health, as a percentage of total public expenditure, in India is among the lowest in the world (see Box 2 below). In such a scenario it is inevitable that the socially and economically vulnerable sections would have found it increasingly difficult even to meet the minimal health needs and a reasonable guess would suggest that the sum total of such sections may come close to half of the country's population.

In sum, the health care system of India is beset with many serious problems the solution of which needs nothing less than a major commitment of the Governments at all levels to this sector.

Box 2: Public Expenditure on Health in India is one of the Lowest in the World.

Public expenditure on health in India is one of the lowest in the world. Currently, expenditure on health as a share of the aggregate annual public expenditure on health is 96.9% in UK, 44.1% in USA, 45.4% in Sri Lanka, and 24.9% in China, but for India it is a meagre 17.3%.

Source: Draft National Health Policy, 2001.

With this backdrop we now turn to the policy initiatives of the Central Government in the year 2002 which have significant implications for the health sector.

#### National Health Policy 2002

In 1983, the Government for the first time adopted a National Health Policy, (prior to that the actions of the Government in the health sector were guided by the Five Plans and recommendations of various committees), and its major recommendations was: "universal, comprehensive primary health care services which are relevant to the actual needs and priorities of the community at a cost which people can afford". Then after a period of eighteen years, the Draft National Health Policy 2001 was announced towards the end of 2001 and was adopted by the Central Government in the year 2002. This new National Health Policy (henceforth NHP) candidly acknowledges that India's public health care system is grossly short of defined requirements, functioning is far from satisfactory, that morbidity and mortality due to diseases that are curable continues to be unacceptably high, and resource allocations are generally insufficient. However, the 1983 NHP's goal "of providing universal, comprehensive primary health care services" does not even find a mention in this new policy document. It has been strongly argued by many that this new NHP is riddled with confusions and contradictions as it only proposes numerous impressive principles and goals but does nothing to ensure that these are realized on the ground. On the other hand it can also be argued that this new NHP is an attempt towards legitimizing the ongoing privatization of the health care system of the country.

The avowedly stated objective of the new NHP is to achieve an acceptable standard of good health amongst the general population of the country. As mentioned earlier, NHP 2002 is quite explicit in its acknowledgement of the poor state of affairs in the health sector; it also recognises globalisation as a concern with a critical view of TRIPS and its impacts, envisages regulation of the private health care sector, and

proposed to increase the expenditure on primary health care. Also, the new policy recommends an increase in public health expenditure from the present below 1% of GDP to 2% of GDP by 2010. Moreover, the policy projects that public expenditure on health by 2010 will be 33% of total health expenditure – up from the present 17%. However, the mechanisms of how these eminently desirable objectives are to be achieved are not spelt out. Further, there is no analysis of why the goals of NHP-1983 remain unfulfilled, and there is no attempt to explore the linkages between what is happening to some of the major determinants of health-like food, water, and sanitation etc. and the important indicators (of health status) in the emerging scenario. Above all, the NHP 2002 remains blissfully innocent as to what can be done to ensure that the commercial vested interest in the private health care sector do not succeed in overshadowing peoples' needs and patients' rights.

Although a new Drug Policy (Pharmaceutical Policy, 2002) was adopted by the same Government in the same year as this NHP-2002, it is more or less silent about the impact of this Policy on the health sector and does not discuss the consequences of further deregulation of the pharmaceutical sector which it advocates. The new policy has ignored the pressing needs of primary health care, and shows a strong bias towards urban specialist-based health care. It is true that this policy recommends an increase in public expenditure on health from the present level of less than 1% of GDP to 2 % of GDP by 2010. But the quantum of increase suggested is grossly inadequate even today, keeping in mind the huge gaps in this sector, and it well below 5% of GDP recommended by the World Health Organization long back. Although the policy is critical of the states for not increasing their investment on health, it does not address the causes behind their inability to do so. We may also note the valid concern expressed by NHP-2002 regarding resource use inefficiencies of various kinds in the running of the

programmes sponsored by Central Government, e.g. the wastage on account of vertical disease control programmes, (as the 'vertical' implementation structure for the major disease control programmes requires independent manpower for each disease programme which makes these programmes extremely expensive and difficult to sustain), but the document does not have concrete and worthwhile policy suggestions to improve the situation.

As one may expect, the new NHP proposes to strenthened the provision of user fees in public hospitals, with the qualification that it will target those who can pay. In the 1980s, a few states like Rajasthan and West Bengal had introduced charges for diagnostic facilities and other services. In the 1990s, several other states followed suit. However, a recent study of user fees in Gujarat, Madhya Pradesh, Orissa, Rajasthan and West Bengal show that they do not contribute more than 2 % to the hospital budgets (Sen, Iyer and George, 2002). On the other hand there is a mounting body of evidence which shows that user fees can be highly regressive. Identification of those 'who can pay' is an exceedingly difficult task and often large sections of the vulnerable sections may get left out of the count of those who cannot pay. Andhra Pradesh's experiment with white cards is an example of this failure (Qadeer,2002), and there is genuine fear that the further strengthening of user fees will inevitably result in driving out substantial sections of the poor from the public health care system in India.

Another notable feature of the new NHP is that it plans to encourage the use of India's health facilities, particularly in the private sector, to attract patients from other countries. It also suggests that such incomes can be termed "deemed exports" and should be exempt from taxes. The concern has been raised by several observers that such a policy would strengthen a climate subservient to the interests of the rich and

powerful in the global health market and create islands of brain and resource drain within the country. Finally, the NHP-2002 proposal regarding privatization of secondary and tertiary level care, ignores the simple fact that 45 % of the poorest of the country continue to depend on the public sector hospitals for critical indoor care (Qadeer, 2002), and such a proposal is bound to push the unit cost of such health care by many times.

## Union Budget 2002-03

One of the very few positive prescriptions of the NHP-2002 was its recommendation of a significant increase in the public investment on health. But this too was ignored by the Union Budget for 2002-03. The NHP 2002 had stated that there has to be "injection of substantial resources into the health sector from the Central Government Budget" due to the growing constraints on states' resources and the consequent shrinkage of their allocations to the health sector. The contribution of the Central Government to the total public health expenditure is just 15 % at the present. The NHP-2002 proposes that this should be increased at least to the level of 25 % of total public health spending by 2010. However, in the budget proposals for 2002-2003, the total allocation for health (both plan and non-plan) was only marginally higher at Rs. 2427.14 crores compared to the allocation in the 2001-2002 budget, which was Rs. 2354.25 Crores.

In terms of specific initiatives the NHP-2002 identified availability of medicines at the primary care level as being crucial in the relatively better utilization of public health centres in the southern states. The policy infact envisaged the "kick starting of the revival of the primary health care system by providing some essential drugs under Central Government funding through the decentralized system". But there was no budgetary allocation for this purpose for the year 2002-03. As far as disease control programmes are concerned, many of the budget proposals seemed arbitrary and on the whole there

was lack of a coherent perspective. For instance, proposed budgetary allocations in 2002-03 are higher than those of the previous year for National Anti-Malaria Programme, Kalazar Control Programme and Leprosy Control Programme whereas they are lower than those of the previous year for T.B. Control Programme, National Filaria Control Programme, and Trachoma and Blindness Control Programme; the rationale for reduced allocations for these programmes is not quite clear.

Similarly, a welcome feature of the budget proposals 2002-03 is the higher allocation on the National Mental Health Programme (at Rs. 27.00 Crores) compared to that of the previous budget (Rs. 4.48 Crores). However, it is difficult to comprehend why the allocation on 'assistance towards expenditure on hospitalisation of the poor' (at Rs. 2.80 Crores) is lower than that of the previous budget (Rs. 4.2 Crores).

The Finance Minister, during his presentation of the budget for 2002-03 rightly acknowledged that "access to good and responsive health care is still a distant dream for the majority of the rural population". But strengthening the public health care system and expanding curative health services in the rural areas, which is undoubtedly the best solution of this problem, did not find any firm footing in the budget. The proposed insurance scheme by him, called 'Janraksha', for providing health insurance in the rural areas through the public sector insurance companies is also questionable. Under this scheme, with a payment of Re. 1 per day as insurance premium, a person will be entitled to indoor treatment up to Rs. 30,000 per year, and out patient treatment up to Rs. 2,000 per year, at designated hospitals and clinics which, apart from civil hospitals and medical colleges, include private trust hospitals and other NGO run institutions. Given the resource-starved scenario at the public hospitals, it may well mean that the Government will be subsidizing health services provided by some private health institutions. It is

obvious that this subsidy would have been better spent if directed towards the strengthening of the public health care system, especially in the rural areas.

#### Pharmaceutical Policy, 2002

The Pharmaceutical Policy, 2002 is the new drug policy adopted by the Central Government, which has been criticized strongly for being a one-sided policy echoing mostly the interests of the business class at the cost of neglecting the health needs of the poor masses of the country. As has already been mentioned, the Drug Price Control Order (DPCO) mechanism was put in place in 1970 with all drugs being kept under price control. Subsequently, with the successive Drug Policies, the number of drugs under price control has been progressively reduced from 347 to 35 in the present; these 35 drugs and their formulations constitute only about 22 % of the total market (Ramachandran, 2002). It must be mentioned here that there are as many as 279 drugs listed in the National Essential Drug List (1996) of the Ministry of Health and Family Welfare. Thus, it seems obvious that the commercial interests of the pharmaceutical companies have been given overriding importance in the Pharmaceutical Policy, 2002 in complete disregard to its consequences for the poor people of the country.

The standard argument advanced for deregulating drug prices is that market mechanism and competition will help check and stabilize drug prices. Such a dubious argument seems to be originating from the failure of the Government to evolve an effective mechanism to monitor the pharmaceutical industry's adherence to the DPCO, and, more importantly, the process of liberalization being pursued by the Government. As has often been argued, the pharmaceutical sector is peculiar in the sense that it is a seller's market; the consumer, the public, has no choice in the matter because the interface between the product and the patient is through the doctor for whom the issues

of price and affordability are secondary or the chemist who has no interest in selling cheaper drugs (Ramachandran, 2002). As mentioned earlier, the deregulation of the drugs market in 1995 was soon followed by prices of drugs going up (See Box No.1), and similar consequences may be expected as a result of the Pharmaceutical Policy 2002. Indian Government seems to forget that even in the developed countries like the United States and the U.K. there are effective price control mechanisms and bodies to monitor drug prices. In a developing country like India, what is most disturbing about this policy is that it does away with the control over the prices of a large proportion of the drugs just when the country is moving towards a stricter or patent regime which, it is feared, will further promote monopolistic practices in the pharmaceutical sector.

#### The Patents (Amendment) Bill, 2002

India's Patents Act of 1970 had exempted food, medicines and drugs(chemicals) from product patenting and had provided for a protection period of only 7 years for the process patents. However, in 1994, India signed the WTO-TRIPS Agreement and was given 10 years to bring its patent laws into compliance with the provisions mandated in the TRIPS Agreement. Subsequently the Central Government introduced the Patents (Amendment) Bill,2002 which became an Act in June, 2002. Thus India has fallen in line with what many have considered socially regressive TRIPS Agreement; moreover, it has been argued that the Amended Patents Act has not even exploited the scope that is provided to the developing countries (in the TRIPS Agreement) to ensure that these countries can give preference to the concerns of public health over the interests of the patent holder. As Chaudhuri puts it: "While deciding on the inventions eligible for patents, the terms 'new' and 'inventive' could have been defined in such a way as to exclude lower level innovations such as new dosage forms or new formulations from the

grant of patents. This would have restricted the number of patents. Also, Article 30 of the TRIPS Agreement could have been used to permit non-patentees in India to produce and export patented medicines to the least developed countries, which cannot produce these themselves. But the most glaring failure relates to compulsory licensing. In a product patent regime, a proper compulsory licensing system is of fundamental importance to ensure competition and competitive prices. But the process in the Indian case has been made much more legalistic than what is required by the TRIPS Agreement. As a result it provides enough opportunities to the powerful patent holders to manipulate the process by litigation to prevent others from producing their patented products. Thus, if the bias in the Patents Act of 1970 was in favour of the non-patentees, the bias in this Amended Act is clearly in favour of the patent holders" (Chaudhuri, 2002). In short, the new patent regime is likely to have made it quite difficult for the Indian Government to control monopolistic practices of the big pharmaceutical companies which is likely to worsen the already very poor access of the essential drugs (see Boxes 3 and 4 below), for the vulnerable groups.

#### Box 3: Access to Essential Drugs in India (2000).

Based on the statistical estimates received from WHO's country and regional offices and through the World Drug Situation Survey carried out in 1998-1999, the Department of Essential Drugs and Medicines Policy of the WHO divided countries into four categories.

- 1. <u>Good Access to Essential Drugs</u> Countries in which 95-100% of the Population had access to essential drugs.
- 2. <u>Medium Access to Essential Drugs</u> Countries in which 80-94% of the Population had access to essential drugs.
- 3. <u>Low Access to Essential Drugs</u> Countries in which 50-79% of the Population had access to essential drugs.
- 4. <u>Very Low Access to Essential Drugs</u> Countries in which 0-49% of the Population had access to essential drugs.

While countries like US, UK, Australia and even Sri Lanka fell under the best (95-100%) categories; China, Indonesia etc. fell under the (80-94%) category; and even Pakistan, Mynamar and Bangladesh were in the (50-79%) category; India fell in the last (0-49%) category.

Source: HDR 2002, UNDP.

Box 4: Some Key Indicators of India's Health Report Card.

On the basis of data received over the period from 1995 to 2000, the Human Development Report - 2002 (UNDP) states that in India - less than 50% of the population has access to essential drugs, only 31% of the population is using adequate sanitation facilities, 47% of children under the age of 5 years are underweight, 46% of children under the age 5 are underheight for age and only 42% of the births are attended by skilled health staff.

Thus, from our discussion of the major policy initiatives taken by the Government in the last one year, it should be evident that the year 2002 not only saw a continuation of the anti-people and pro-market policies in the health sector but that it also experienced certain critical developments in the economy whose consequences for substantial sections of Indian society could be extremely harmful.

## III

## State of Education in India: Some Major Indicators

India's performance in the field of education, as in the case of health, has been among the most disappointing aspects of its post-independence scenario as the country currently houses the largest number of illiterates and has the dubious distinction that every third illiterate in the world is an Indian. Out of approximately 200 million children in the age group 6-14 years, only 120 million are enrolled and the net attendance figure is just over 60 percent (which may be an overestimate) of enrollment. In short, the prospects of even minimal literacy appear to be bleak. Ofcourse, it is not the case that there has been no progress at all; during the last half-a-century, educational facilities have expanded substantially and the percentage of literate population has risen from 18 in 1951 to 65 in 2001 (see Table 3.1). However, the simple point is that the deficit is still a huge one even in terms of crude quantitative indicators and quite a few countries in Asia such as Srilanka, Indonesia or China, among others, have done much better than India during roughly the same period.

Not surprisingly, the school dropout rates are also very high in India (see Table - 3.2), mainly because the conditions of schools in our country are dismal, especially in the rural areas. It is not the case that the high dropout rates are largely due to lack of demand for schooling from the relatively poorer households, as is sometimes fallaciously assumed, but the problems are mainly on the supply side. Even the minimal infrastructure, such as proper rooms, desks, drinking water facility, toilets etc. are distant dream in a large number of schools. It is well-acknowledged by now that even with small incentives - such as a meal - attendence at school tends to improve substantially. Clearly, basic infrastructure and decent physical environment can go a long way in retaining

children at school. Also, the overall social climate plays a critical role in this respect; for instance, it is well-documented that the attitude towards the students from low caste families by their teachers and fellow students sometimes forces them to drop out. Similarly, entrenched gender biases result in girl children either not being sent to school or for their dropping out earlier.

Thus, due to a range of reasons, a large number of children of school going age have remained out of school, their proportion being highest in states like Bihar and Uttar Pradesh (see Table -3.3).

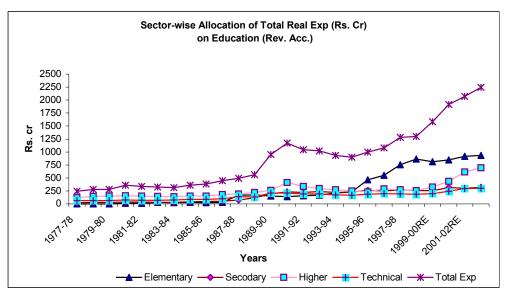
To tackle the problems of children not entering the school or dropping out early, almost all the major states in India have tried to make primary education mandatory, and a number of legislations have been passed to this effect. Table 3.4 lists such Acts which are in force in States and Union Territories of India till November 1996 since independence.

Mandating an act is obviously no guarantee that it would be translated on the ground in the absence of appropriate infrastructure, requisite investments etc. Moreover, many of these Acts were ambiguous along with having a very elastic time frame, and by all accounts the respective governments did not show any serious commitment to them. According to one recent study, over 90 percent of the officials dealing with the administration of education were unaware that their state had any law for compulsory education (Juneja's study reported in Srivastava, 2002); it might be difficult to get a better indicator of the 'commitment' of the government apparatus!

We may also recall here that to push up the literacy rate, a number of specialised literacy and adult education programmes have also been experimented with. National

Adult Education Programme, Social Education Programme, Farmer's Education and Functional Literacy Programme, Shramik Vidyapiths, Total Literacy Campaigns and many other such programmes have been a regular feature for over three decades now, but serious and valid reservations about their efficacies have often been expressed by researchers, (for details on these, see Reddy 2002), and we need not pursue these here. However, it may not be unreasonable to hold the view, on the basis of available evidence, that in terms of quantity as well as quality, these programmes have not achieved much.

It has already been emphasized earlier that public investment in post-independence India on social sectors, including education, has fallen much short of what may be considered a level to be commensurate with the basic requirements. Moreover, it is well documented that in the recent years, all the rhetoric not withstanding, such investments have come under further pressure. With respect to education, another notable development during the last couple of decades has to do with the changing resources allocation trends within it; essentially, share of spending on elementary has been going up while the proportion on higher and technical education has been going down, as may be seen from the graphs below.



Source: Ravi S. Srivastava,(2002) Preliminary paper for Discussion: The Right to Education in India, CSRD, JNU

Ofcourse greater attention to the elementary education is much needed, but reducing support for already resource-deficit higher education may have very damaging impacts in the long run. If Prime Minister Mr. Vajpayee's address on Dec. 28, 2002, on the occasion of the Golden Jubliee Celebrations of the UGC, is a pointer, government support for the beleagured higher education segment may worsen further.

With this brief backdrop, we now turn to most recent education-related policy initiatives which have significant implications. One of the most important in this regard is the 86th Amendment Act of the Constitution of India. The roots of this initiative, aimed at the universalization of education and making it a fundamental right, may be traced to the United Front government's bill (83rd Constitutional amendment) in the Rajya Sabha on 28th July 1997. The present Central government revised the original bill as the 93rd amendment bill which became 86th Amendment Act of the Constitution on 12th December 2002. The Act reads as follows:

- " Be it enacted by Parliament in the fifty third year of the Republic of India as follows
  - 1. (1) This Act may be called the Constitution (Eighty Sixth Amendment) Act 2002.
    - (2) It shall come into force on **such date** as the Central Government may, by notification in the Official Gazette, appoint.
  - **2.** After article 21 of the Constitution, the following article shall be inserted namely:-
  - **'21A** The State shall provide free and compulsory education to all children of the age of six to fourteen years *in such a manner* as the State may by law, determine.'
  - **3.** For article 45 of the Constitution, the following article shall be substituted, namely:-
  - **'45** The State shall *endeavour to provide* early childhood care and education for all until they complete the age of six years.'
  - **4.** In article 51A of the Constitution, after clause (j) the following clause shall be added, namely:-
  - **(k)** Who is a *parent or guardian to provide for education to his child* or as the case may be, ward between the age of six and fourteen years' "(emphasis ours) (The Gazettee of India, Dec. 2002).

There are problems with this Act to which we shall come to in a moment, but before that a few words on a major scheme, launched prior to this Act, which is supposed to facilitate the realisation of the objective of universalization of literacy. The scheme of Sarva Shiksha Abhiyan (SSA), or also known as the National Programme for Universalisation of Elementary Education (NPUEE), was launched in November 2000. This is a centrally sponsored scheme for universalisation of elementary education in the 'Mission Mode' and its ostensible effort is to incorporate all existing programmes of elementary education in the central/centrally sponsored category under this new framework in consultation and partnership with states.

Under this scheme a total of Rs. 500 crores had been allocated in the Central Government's Budget 2001-2002. Subsequently, in anticipation of the 86th Amendment Act, allocation for this scheme was increased to Rs. 1512 crores in the budget of 2002-2003. (Budget 2002-2003).

As mentioned earlier **Sarva Siksha Abhiyan** (SSA), envisions a partnership between the Central and State Governments. The enunciated specific goals under the Programme are:

- (a) All children in school, Education Guarantee Centre/ Alternate Schools by 2003.
- (b) All Children complete five years of primary schooling by 2007.
- (c) All children complete eight years of elementary schooling by 2010.
- (d) Focus on elementary education of satisfactory quality with emphasis on education for life.
- (e) Bridging all gender and social category gaps at primary level by 2007 and at elementary level by 2010.
- (f) Universal retention by 2010.

Obviously all the above goals are most laudable; the question is; are there enough indications that the same will be realized. India is a vast country and to provide compulsory education to more than 19 crore children across 11 lakh habitations and numerous social groups/ subgroups, requires not simply launching a modestly-funded scheme and the enactment of a long pending bill with some revisions but a much more serious and comprehensive programme of action. Given the huge shortfalls with respect to the above objectives, current policies and programmes do not quite generate much optimism. For instance, we are already in 2003 and it is not clear at all how the objective of bringing all the children to the school by the end of the current year can be achieved.

As mentioned earlier, the 86th Amendment Act has certain ambiguities and problems, and we now turn to the most obvious of these.

First, as per Para 1 Section 2 of the Act, it shall come in force on such date as the Central Government may notify; the question is: why the delay in notification if the goal of SSA is to have all children in school by 31st December 2003? Is such a notification likely in the near future when the Central Government keeps telling the nation that there is a serious paucity of funds for education, when attempts are on to privatize the

educational institutions run by government and reliance on market forces to fill up the educational-deficit are on the rise, and when child labour is rampant with no credible attempts to rehabilitate them in sight?

Second, Para 2 of the Act says that the State shall provide free and compulsory education to all children of the age of six to fourteen years, in such a manner as the State may determine. What does it mean to say: 'such a manner as the State may determine'? Which schools will the children go to? How does the government plan to strengthen the school system when there is no money to augment the infrastructure or to recruit new teachers? How helpful can the increased reliance on an army of para-teachers be who do not have any incentive to go to schools for teaching due to non-payment of salaries for months and due to the obvious insecurity of their jobs? Under the circumstances how can one hope to get a credible response from the State that the promised fundamental right to education for those who continue to remain illiterate has been violated?

Third, Para 3 of the Act states that the State shall endeavour to provide early childhood care and education for all children until they complete the age of six years. It is difficult to imagine how the government can achieve this in an environment of resource crunch for health, education etc. As it happens, this clause has been kept as a Directive to State under article 45 (by substituting the old article 45). Therefore, the conventional position would be that the State is not bound to act on this clause.

Fourth, the Act makes the parents or guardian responsible to provide opportunities for education, as per Para 4. However, the division of the domain of responsibility in this regard between the State and the parent/guardian is not quite clear. In any case, in a country like ours, where a large section of population remains either

close to or below a narrowly defined poverty level, how meaningful is it to render the responsibility of providing educational opportunities on the parents or guardians? Infact, a couple of Bills introduced in 2002 were addressing some of these issues with a greater degree of seriousness - such as the 'Free Education (for children of parents living below poverty line) Bill - 2002', tabled by Sushil Kumar Shinde on May 3 - but they were cold-shouldered.

In sum, there is a real danger that the 86th Amendment Act may not translate into anything significant at the groundlevel. Nonetheless, it may have the potential to take a few steps in the right direction, as an enabling legislation. In any case, in terms of policy initiatives, there was possibly nothing else about which one can be even mildly positive. On the contrary, as we have already noted, the broad policy direction is a matter that has more to worry about than to be jubliant. In this respect, a few brief remarks on one of the presumably important aspects of this broad direction, namely the National Curriculum Framework for School Education (henceforth NCF), may be in order here. The NCF was introduced by NCERT in 2002, and has generated lot of concern within the academic community. The importance attached to the NCF by the government may be gauged from the fact that many accord it the status of a National Education Policy, and may be justifiably so. Critics have lashed out at the NCF on serveral grounds. It is not possible here to recount all the criticisms, but we must mention what may perhaps be the most negative thrust of the NCF. It is very hard to miss that the BJP-led government at the Centre has not been shy of imposing its fundamentalist version of Hinduism on the country's educational system in a variety of ways, and the NCF is a tool to further this objective. In the name of providing valuebased education NCF pushes the idea that a certain version of Hinduism is the be-all and end-all as regards the 'values' that need to be inclucated. Further, through NCF and

other occasional pronouncements, the government's spokespersons keep trying to prove that 'Hindu India' was the greatest civilisation and culture in world history. Sure enough, like other old civilizations, ancient India had its share of creditable achievements, but the self-deluding and viciously jingoistic Hindutva version of these distorts the past and attempt to push the country's educational system on a retrogressive course. NCERT's recent well-known attempts to rewrite history books bear ample testimony to such tendencies.

To get a flavour of what such attempts mean concretely, it may be in order to recall a couple of findings from a booklet of SAHMAT, called "The Saffron Agenda in Education", on the new syllabi and textbooks in Gujarat (as quoted in Bidwai, 2001). The said study reports that the class VI syllabous's stated objectives include the following expectations for the pupils:

- Is introduced to Vedic literature which is an expression of Indian culture;
- Knows about the respectable status of women in Indian culture;
- Gets acquainted with the basic truths of life against a backdrop of Indian culture;
- Learns for himself the truth; that in the context of Indian culture a person acquires a high status not by right of birth but by merit;
- Knows about how in the Indian cultural context the rules were oriented towards the subjects;
- Imbibes the basic values of Indian culture expressed by the narratives of the epics, Ramayana, Mahabharata, and by the main characters in, for instance, the importance of 1) the purity of domestic life 2) steadfastness in adhering to truth even at the cost of suffering;
- Moulds the character which makes one abide by one's duty when there is a conflict between personal relationship and a sense of duty.

One hardly needs to elaborate what, in the aggregate, is the implication of these desirable objectives. Those who may still like to give the benefit of doubt to the agenda of 'value-based education', should look at the textbook in the same state which celebrate the varna system as "a precious gift of the Aryans to the mankind" and label all

minorities as "foreigners". Further, a Class IX textbook analyses the "problems" of the Scheduled Castes and Scheduled Tribes as follows: "Ofcourse, their ignorance, illeteracy and blind faith are to be blamed for lack of progress because they still fail to realise importance of education in life. Therefore, there is large-scale illeteracy among them and female illeteracy is a most striking fact" (Bidwai, 2001). How much more can one trivialize some of the most daunting challenges confronting the Indian society?

There are other questionable thrusts associated with the NCF, which we need not take up here. The important point is: it is difficult to find much that can be considered positive with this framework, which many infact interpret as India's education policy.

Thus, to conclude this section, recent policy initiatives of the government including those taken in 2002 do not generate much optimism with respect to taking up the huge deficits in the education sector, and even appear to be retrogressive in important ways.

In the next section, we move on to those policy areas which have significant causal impacts on material poverty.

#### IV

### **Poverty and its Correlates**

As is well-known, conceptualising poverty is a difficult and controversial subject. At one level, it would appear reasonable to hold that poverty is essentially the nonfulfilment of certain basic needs and the threshold of such needs consists of being able to meet minimum nutritional, clothing and shelter requirements, escape avoidable morbidity, and be literate. However, what constitutes a basic needs package is itself a controversial subject. Should one focus only on a narrow set of economic and social criteria? What about political and cultural deprivations? There are no easy answers, and we have a whole range of conceptual constructions associated with the notion of poverty, some of which do have operational counterparts.

In the narrowest sense, poverty is pegged to a nutritional norm, and most of the poverty discussions in India are based on such a norm. It is based on the view that it is possible to have a nutritional norm such that the probability of a person being undernourished at that norm is minimum. Taking this norm as an anchor, it is then possible to apply the known nutritional contents of different foods and work out the expenditure required for the cheapest food basket. This is what economists call a poverty line.

Using such a poverty line, economists generally agree that from the 1950s to the mid-1970s, there was no trend change in the percentage of people below the poverty line in India, but during the next decade and a half there was a clear trend decline. As regards the period of economic reforms, there are conflicting assessments. As is well-known, poverty estimates in India are based on surveys on consumer expenditure conducted by

the National Sample Survey Organisation (NSSO). Based on these surveys, the official position of the Government of India is that the incidence of poverty in the country declined by nearly 10 percentage points in the 5 year period between 1993-94 to reach 26.1 percent in 1999-2000 (See Table 4.1), even though there were wide inter-state disparities both in terms of the poverty ratios at the latter date as well as in their rates of decline during the decade of the 1990s. However, many experts have questioned the government's claim, mainly on the ground that the methodology of the NSSO survey on consumer expenditure in 1999-2000 was different from the earlier surveys, and have argued that the incidence of poverty could be substantially higher than the official estimates. The claims and counter-claims have been widely discussed in the recent months by the experts and here we shall stay away from the contentious number - crunching issues. However, it may be noted here that the critics of the official estimates appear to be on a firmer ground.

Even the calorie-based narrow notion of poverty has complex causal connections, but its obvious major structural correlates are as follows: (a) assets, both tangible (e.g. land) and intangible or embodied (e.g. skill); (b) employment availability; and (c) rate of return to labour power. Efficacy of economic processes and policies towards poverty reduction depends on their impacts on these correlates, a lesson from economic history that one can hardly afford to ignore. During the first four decades after independence, particularly during 1970s & '80s, Indian economic policymakers appeared to show relatively more respect to this lesson compared to what seems to be the case in the reform period.

In the following, we try to assess the ascendant and emerging policy initiatives relevant to poverty, in particular by tracking down the implications through the above mentioned correlates.

# Implications of Current Policies for Poverty Correlates

As regards the access of assets to approximately the bottom half of the Indian society, it can be said that herein lies one of the most pervasive failures of the Indian development strategy of the past half-century. Land reforms in terms of more equitable distribution of land was never taken up with any seriousness, except in some parts of the country, For instance, compared to several countries in East Asia, such as South Korea, Taiwan and Japan, where close to 35 percent or more of cultivable area was redistributed within a short period of 3 to 5 years immediately after the World War II; in India the comparable magnitude during the last fifty years has been below 1.5 percent. One may also note here that among the most impresive performances in poverty-reduction during the post World War-II era, the same East Asian 'miracle' cases are at the forefront, and surely the redistributive land reforms were more than a mere coincidence in this respect.

Economically and socially vulnerable groups, apart from not benefitting from redistributive land reforms, have infact been victims in terms of access to assets through displacements (on account of a variety of development projects), erosion of their rights vis-a-vis a whole range of common property resources etc. The sum total of these processes was that substantial number of landholders ended up being landless. For instance in Madhya Pradesh alone, during the last 50 years, close to 4.5 lakh acres of land belonging to the Revenue Department has wrongly been classified as the property of Forest Development, thus denying the ownership rights to legitimate landowners. All these are very well-documented and we need not labour the point any further here.

However, it needs to be emphasized that during the reform period many of these negative tendencies may have got accelerated sharply.

Land reform in terms of more equitable distribution is not even a rhetoric any more, although every once a while the government at the centre as well as several state governments do announce programmes about giving small plots of land to select socioeconomic groups. For instance, Madhya Pradesh government's initiative in 2002 to give small plots of land to Dalits was one of the very few positive steps in this regards although the same state government has launched questionable programmes which threaten the access to land and other assets of vulnerable groups, in particular the tribal communities. Occasional reports from other states also do not seem encouraging in this regard. For instance, in some district of Maharashtra, instances of land earlier distributed to tribal landless and marginal farmers being taken away from them under the Private Forests Act were brought to notice in 2002. In Tamil Nadu, Comprehensive Wasteland Programme launched as per the state government's budget 2001-2002 aims at encouraging leasing out land to corporate houses. Its ostensible objective is to develop, over a period of five years, approximately 25 lakh hactares with large agro-based industries, and at least one such lease was given to Mahindra - Mahindra in 2002. The issue is: why shouldn't such land, which is in the public domain, be given to the landless and marginal farmers, with necessary support package, to develop for their livelihoods? Incidentally, under the said programme, even tracts of common grazing land have been identified to be taken over and leased out to the corporate houses. Moreover, substantial tracts of land categorized as wasteland in government records are said to have already been developed and brought under the plough by thousands of marginal cultivators on the basis of assurances given to them that at some point ownership rights would get conferred, and there is real threat of displacement for such landholders.

Essentially, what we are witnessing is a resurgence of Social Darwinism. While paying occasional lip-service to the cause of the vulnerable sections of the population, a variety of processes have been unleashed facilitating transfer of land and other common property resources to the wealthy and powerful and thus depleting the access to such resources for the vulnerable sections of the population. Consistent with this strategy of betting on the strong, the 10th Five Year Plan document, released in 2002, has gone on to suggest that leasing should be legalised and contract farming should be promoted, ostensibly to give a boost to the ongoing corporatization of agriculture. There is a real danger that the mandarins of India's economic policy are out to delegitimise whatever legitimate space has been created, through long and arduous struggles since preindependence period, in the public policy discussions on the desirability of reforms in land ownership, tenancy rights etc. To put it simply: we are witnessing the officiallysanctioned reversal of the land reforms agenda that was promised soon after independence. Baseless claims, such as the entry of the corporate sector in agriculture will enhance employment opportunities substantially, are being bandied to legitimise and push the case for corporate takeovers. Given the overall thrust of the Tenth Plan with reference to land, forests, water and other common property resources, it is indeed hypocritical when it occasionally envisages economic empowerment of Dalits through 'endowing a piece of land', or other supportive measures. Even if some of these 'supportive measures' materialize, although the mechanisms are far from clear, they would be like small crumbs in an otherwise demanding scenario where the structural and material conditions of their livelihoods are being threatened.

Among the policy pronouncements of 2002, one of the more disturbing policies is about access to water. In terms of provision of water services for irrigation or even for

household use, the trend towards privatisation and higher user charges has got accelerated - support for which also comes from the Tenth Plan - thus threatening whatever limited access the economically and socially disadvantaged have. National Water Policy 2002 calls for 'private sector participation in the planning, development and management of water resources' on the grounds that this may introduce innovative ideas, generate financial resources, 'introduce corporate management and improve service efficiency'. Simple truth is: consistent with the development in many parts of the world during the last couple of decades, governments in India are simply abdicating their responsibilities towards its people to suit the interests of the 'water industry'. Growth of this industry has been strongly facilitated by the World Bank and the International Monetary Fund, which advocate commercialisation and privatisation of water and often insist on these while giving loans to developing countries. There is mounting evidence from every part of the globe that public providers have lower costs per unit compared to private water utilities, and the transition from the former to the latter tends to cause much hardship, particularly in developing countries, to substantial sections of the population.

But inspite of all the evidence, the seductive logic of the neoliberal orthodoxy coupled with not-too-hidden nexus between the corporate interests and governments are putting the agenda of privatisation of water on fast track. There are reports that parts of rivers and water bodies are being handed over to private managers. For instance, in Chattisgarh, a 23.6 km. stretch of the Sheonath river was leased out to Radius Water Limited. Fishing in, or taking water for irrigation purposes from, the said stretch is banned. Similarly in Kerala the government has already approved several projects to facilitate transfer of designated water bodies from public to private management, and the two well-known recent schemes to have drawn much flak, and justifiably so, relate to

Malampuzha irrigation system, and the Periyar river. The significant fallout of these developments is simple: sections of the poor and socially disadvantaged are being deprived of the rights that they had.

Thus when it comes to a whole range of tangible assets - land, water, forests etc - it is quite evident that the momentum towards loss of assets, or reduction in rights to access such assets, has got accelerated in the recent times and 2002 was possibly among the worst years in this regard.

As regards the other important correlates of poverty, the story since the beginning of 1990s is no better. The rate of growth of returns to labour power has suffered a decline during the reform period, compared to the earlier decade. For agricultural labourers, who constitute the major bulk of the poor in India, the rate of growth of real wages per annum was almost halved in the 1990s compared to the 1980s, and the vulnerable workers across the board have suffered a similar fate. In general, the past decade has witnessed a worsening of the working conditions of labourers in informal sectors, both in agriculture and outside it, as per most of the relevant indicators.

In this respect, possibly the hallmark of the 1990s has been the collapse of employment opportunities. As the S.P. Gupta Report on Employment (2002), the Report of the Second National Labour Commission (2002), and several other studies based on the relevant data have found, the overall employment growth in the 1990s was anywhere between two-thirds to a half of what it was in the 1980s. Open unemployment has tended to become more of a serious problem in the recent years, even as disguised unemployment continues at worrisome level. The employment elasticity of output growth has dropped to near zero in a griculture, and in some sectors such as mining,

utilities, and social and community services, it has turned negative. The manufacturing sector also witnessed substantial declines; in particular the growth of employment at an average annual rate of only 0.87 percent between 1993 and 2000 was way below that in the 1980s. Infact the share of the organised sector employment in total manufacturing at 16.5 percent in 2000 was lower than 18.3 percent in 1993.

The sharp deceleration in the organised sector employment on account of collapse of opportunities in the public sector and only a slow increase in the private sector, is obviously one of the more worrisome developments of the 1990s. Infact the share of the organized sector in total workforce is only around 8 percent and the rest of 92 percent of the workers are located in the unorganized sector. Large sections of the latter work under most unprotected conditions, as is well-documented, and there are signs that their vulnerability may be on the rise.

One of the important causes, possibly the most significant, underlying a positive development in rural areas during the 1980s was the increase in share of non-agricultural employment in total rural employment. Given that the agricultural sector, even in relatively backward states had started showing clear signs of declining employment elasticity of output by 1980s, the above noted shift was considered a significant one by many analysts. The important point that needs to be recalled here is that such a development was largely on account of a substantial stepup in public expenditure in rural areas, and not because of anything intrinsic to the growth process. Increase in the government expenditure in rural areas was also instrumental in giving a boost to the pitiful low wages in large parts of the country. The net impact of these developments was that for the first time in the post-independence period, there was a clear trend towards decline in poverty for well over a decade, beginning late 1970s.

As it happens, after the beginning of the economic reforms, the rate of growth of central as well as state governments' development expenditures started slackening, and the situation has tended to worsen progressively in the recent years. Consequently, the correlates that had facilated a declining trend in poverty prior to the onset of the reforms have suffered a setback. As already mentioned, both the rates of growth of wage rate and employment have taken a severe beating. Casualization of labour has continued unabated and the proportion of self-employed has continued to go down; particularly drastic has been the decline in non-agricultural employment in rural areas as may be seen from Table 4.2.

Along with the above noted adverse developments, factors such as the squeeze on credit for marginal/small farmers, negative developments on Public Distribution System and a variety of other processes, most of which are well-documented, are bound to have exacerbated the vulnerability in multiple ways, of those at the lower rungs of the Indian society. Anecdotal evidence seems to suggeste that the instances of extreme vulnerability getting translated into starvation dealths, suicides etc. may be on the rise. As may be seen from Table 4.3, suicides on account of poverty, unemployment and failure of agriculture is significant and quite substantial in many states of India.

In this context, it is worth emphasizing that among the greatest policy failures of 2002 was the central government's inability to intervene in any substantive and meaningful manner after the failure of summer monsoon. Infact, for a while government spokespersons were not even willing to acknowledge drought conditions had gripped several parts of the country. Even after the belated acknowledgement, there was no attempt at any sort of damage containment. This was particularly absurd given that at that time government's food stocks were in excess of 60 million fonnes which

could have played an important role through food for work programme, both to provide some relief as well as to undertake productive investment, for instance to strengthen rural infrastructure. However, nothing of the sort was done. Infact, running down the stock substantially would have made good sense even purely from the point of view of bringing down the carrying cost, and subsidy on account of the same, a point acknowledged even by some of the cheer-leaders of economic liberalisation in India.

In any event, nothing of any substance was done to address a nationwide tragedy, and instead there was much quibbling over whether starvation deaths were actually starvation deaths! We may also make the larger point here that all the talk of India being self-sufficient in food is somewhat glib. Infact if one looks at the per capita availability of cereals and pulses, as may be seen from Table 4.4, there are no reasons to make any song and dance about it. Moreover, when it comes to food-security for these at the lower rungs of society, it appears reasonable to hold the view that the situation is pretty grim and has worsened in the recent years.

We may conclude this section by looking at the relevant policy direction coming from the Tenth Five-Year Plan document. Like all its predecessors, this document too sounds well-intentioned on the issue of poverty alleviation. Infact it explicitly states the need for 'expanding and reinvigorating the on-going poverty alleviation programmes to improve quantitatively the economic conditions of SCs/OBCs/ Minorities, through specially designed activities in the programmes best suited to their skills and requirements'. However, there is no spelling out of detailed and actual policy mechanisms that ought to be put in place to achieve the stated objective. If anything, the suggestion that it makes about merger and rationalisation of such schemes may end up diluting their quantitative significance.

Possibly the significant essential shift in the government's policy perspective, as reflected in the Tenth Plan document, is ever-greater reliance on the private sector. The document hopes that the government will be able to 'motivate the private and corporate sectors to invest in the welfare and development of weaker sections and thus fulfil their social obligations and responsibilities'. But there is no attempt to provide any grounding for such a hope. And where on earth has the private sector fulfilled its 'social responsibilities' on any significant scale to address the basic needs of the economically and socially disadvantaged sections? Is it the case that the government is washing its hands off from what are primarily its own responsibilities and day dreaming that the private sector will do all the things that it has been grossly inadequate in addressing for more than five decades? Sure enough, private and corporate sector must be included in facilitating affirmative action for hitherto deprived groups, for which an appropriate framework in terms of incentives, legislations, enforcement etc. need to be spelt out and the Tenth Plan document shies away from that, but it would be sheer wishful thinking that the market can be a substitute for the State in these areas.

To the extent that one can treat the plan document as the policy framework for the five year span (i.e. 2002-2007), it seems that government is not even willing to engage in any serious manner with the most pressing economic problems of almost the bottom half of Indian society, such as not enough food, unaffordable health care, too few jobs etc. On the contrary, often it does not even recognise the problem. For instance, the document does not see access to food as a major problem, even through it is clear from the NSS data that there has been a very large decline in per capita calorie consumption of the poorest 40 percent of the population over the past decade. Worse still, the relevant

proposals in the document may lead to a further reduction in the Public Distribution System, as well as public provisioning for other basic needs as has been indicated earlier.

### A Concluding Remark

In the opening section of this essay, it was argued that in terms of its constitutional mandate and through international declarations, India has committed itself repeatedly to a development paradigms that would ensure access to basic needs for all its citizens. Infact provision for most of these have been acknowledged as enforceable rights to development by the Indian judicial system.

Nonetheless, the worst manifestations of poverty continue to afflict large sections of Indian population and this has been the gravest failure of India's development strategy since independence. It also appears that the currently ascendent neoliberal globalization agenda is making the material and social conditions more difficult and fragile for the underprivileged economic and social groups, thus making it even for difficult for the much cherished, promised, and even constitutionally and sometime legally mandated rights to development to be realized. But then, the right to have rights (as Hannah Arendt once put it), is never given on a platter, and the history of how such rights were realized in different societies can be quite instructive in this regard. The current economic policy regime in India does not inspire the confidence that we are on the right track.

#### **APPENDIX**

Table 2.1: A Comparison of the Public Expenditure on Health in Different Countries

Country	Public Expenditure on Health as a share of the
•	GDP (1990-1998*)
Germany	8.3%
Cuba	8.2%
France	7.1%
United States	6.5%
Canada	6.4%
United Kingdom	5.9%
Japan	5.9%
Australia	5.5%
Brazil	3.4%
China	2.0%
Thailand	1.7%
Sri Lanka	1.4%
Balgladesh	1.6%
Pakistan	0.9%
India	0.6%

<sup>\*</sup> Data are for the most recent year available.

Source: The World Bank, 'World Development Indicators 2000'.

[The 'World Development Indicators 2000' defines Public Expenditure on Health as consisting of recurrent and capital spending from government (central and local) budgets, external borrowings and grants (including donations from international agencies and non-governmental organisations), and social (or compulsory) health insurance funds.].

Table 2.2: Availability of Doctors and Hospital Beds per Lakh of Population.

Year	No. of Doctors (Allopathic Doctors	No. of Beds (in both government and
	registered with the Medical Council of	private hospitals registered with health
	India) per Lakh of Population	authorities) per Lakh of Population
1971	27	64
1976	31	78.9
1001	20	02
1981	39	83
1982	38	82
1983	39	82
1984	40	84
1985	41	88
1986	41	91
1987	42	91
1988	44	95
1989	46	97
1990	46	97
1991	47	95
1992	48	97
1993	49	95
1994	49	94
1995	51	93
1996	51	94
1997	52	93
1998	52	NA

Source: CSO, 'Selected Socio-Economic Statistics of India 2000'.

Note: In the decade of the 1990s, the number of doctors per lakh of population continued to increase at a very slow rate, but the number of hospital beds per lakh of population actually decreased. This is yet another proof of the fact that in the decade of the 1990s the negligence of the health sector by the State in India became more acute than ever before.

Table 2.3: Share of Expenditure on Health to Total Public Expenditure.

State	Public Expenditure on Health as a Share of Total Public Expen		
	cent)		
	1980-81	1998-99	
Tamil Nadu	6.56	8.32	
Andhra Pradesh	7.63	8.45	
Arunanchal Pradesh	-	5.43	
Goa	-	5.11	
Mizoram	-	4.93	
Meghalaya	15.34	7.22	
West Bengal	9.07	6.49	
Rajasthan	10.21	6.42	
Himachal Pradesh	10.65	6.38	
Madhya Pradesh	7.59	5.80	
Orissa	6.70	5.58	
Kerala	9.57	5.47	
Gujarat	6.08	5.41	
Nagaland	9.57	5.39	
J&K	11.82	5.16	
Maharashtra	6.53	4.84	
Bihar	5.49	4.81	
Punjab	6.52	4.73	
Tripura	4.57	4.69	
Manipur	8.66	4.67	
Assam	5.23	4.65	
Uttar Pradesh	5.89	4.10	
Haryana	6.51	3.84	
Sikkim	5.65	2.84	

Source: Draft Tenth Five Year Plan, Vol. III, Planning Commission.

Table 2.4: A Comparison of the Private Expenditures on Health in Different Countries.

Country	Private Expenditure on Health as a share of the GDP
	(1990-1998*)
United States	7.5%
Thailand	4.5%
India	4.1%
Brazil	4%
Pakistan	3%
Canada	2.8%
Australia	2.8%
China	2.6%
France	2.5%
Germany	2.5%
Bangladesh	2.0%
Japan	1.4%
Sri Lanka	1.2%
United Kingdom	1%

<sup>\*</sup> Data are for the most recent year available.

Source: The World Bank, 'World Development Indicators 2000'.

[The World Development Indicators 2000' defines Private Expenditure on Health as consisting of direct household (out-of-pocket) spending, private insurance, charitable donations, and direct service payments by private corporations].

Table 2.6: Differentials in Health Status Among the States.

	IMR/1000 Live	Under 5 Mortality per	MMR /Lakh *	Leprosy cases	Malaria +ve
	Births	1000	(in 1997)	per	cases in '000s
	(1999 SRS)	(NFHS II, 1998-		10,000	(in 2000)
		1999)		population	
India	70	94.9	408	3.7	2200
	BetterPerforming	States			
Kerala	14	18.8	195	0.9	5.1
Maharashtra	48	58.1	135	3.1	138
TN	52	63.3	76	4.1	56
	Low Performing	States			
Orissa	97	104.4	361	7.05	483
Bihar	63	105.1	451	11.83	132
Rajasthan	81	114.9	677 0.8		53
UP	84	122.5	707	4.3	99
MP	90	137.6	498	3.83	528

(Source: Draft National Health Policy, 2001)

<sup>\*</sup> Source: Annual Report 1999-2000, Ministry of Health and Family Welfare.

Table 2.7: Budgetary Allocation under Health Sector During 1992-93 to 1999-2000. [Those states for which the Central Government's budgetary assistance for Health Sector increased consistently over the 1990s]

Approved Outlay in Different Years (in Rs. Crores)

State	1992-93	93-94	94-95	95-96	96-97	97-98	98-99	99-00
Andhra Pradesh	14	27.6	32.6	41	61.1	139.4	200.4	280.3
Gujarat	40.9	41.3	48.4	71	90	220.9	235.5	251
J & K	32	36	38.7	49.6	57.7	74.5	113.8	119.7
Karnataka	56.4	112.4	107.7	114.7	191.4	183.6	195.4	227.7
Uttar Pradesh	90.6	98.3	110.9	129.9	182	173.1	405.5	428.1
West Bengal	41.1	29	31.6	33.3	74.8	206.3	192.8	235
Delhi	65	72.1	91.2	100.5	142.7	152.4	197	273.4

Source: Ministry of Health and Family Welfare, Central Bureau of Health Intelligence, 'Health Information of India 1997 & 1998'.

Table 2.8: Budgetary Allocation under Health Sector During 1992-93 to 1999-2000.

[Those states for which the Central Government's budgetary assistance for Health Sector showed no significant increase over the 1990s]

Approved Outlay in Different Years (in Rs. Crores)

State	1992-93	93-94	94-95	95-96	96-97	97-98	98-99	99-00
Assam	37	39.2	45.2	65.5	63.9	65.6	71.9	77.4
Bihar	114.3	120.1	120.1	120.1	66.1	72.4	121.7	127.6
Madhya Pradesh	75.8	76.4	84.5	77	107.1	93.3	173.5	135.2
Rajasthan	44.5	56.2	71.9	141.5	176.3	139.2	152.9	172.6
Sikkim	13.4	13.7	13.4	12.6	11	8.6	8.1	15.6
Tripura	8.5	8.8	9	12	12	13.7	14.1	13.5

Source: Ministry of Health and Family Welfare, Central Bureau of Health Intelligence, 'Health Information of India 1997 & 1998'.

Table 2.9: Health Status of the Socially Marginalized Groups

(In 1999)

	Infant	Under 5	% Children Underweight
	Mortality/1000	Mortality/1000	
India	70	94.9	47
Scheduled Castes	83	119.3	53.5
Scheduled Tribes	84.2	126.6	55.9
Other Disadvantaged	76	103.1	47.3
Others	61.8	82.6	41.1

Source: Draft NHP,2001

Table 2.10: Average Hospital Charge per Inpatient Day by Public and Private Hospitals Across Different States (in the year 2000)

State	Average Hospital Charge per Inpatient	Average Hospital Charge per Inpatient

	Day by Public Hospitals (in Rs./day)	Day by Private Hospitals (in Rs./day)
Tamil Nadu	16	297
Maharashtra	26	269
Gujarat	13	251
Kerala	40	203
Rajasthan	12	158
Madhya Pradesh	11	154
Uttar Pradesh	28	140
Orissa	4	115
Himachal Pradesh	4	51
All India	24	201

Source: Draft Tenth Five Year Plan, Vol. II, Planning Commission.

Table –3.1 Progress of Literacy (in Percentage of population)

Year	Male	Female	Total	Rural	Urban
1951	27	9	18	-	-
1961	40	15	28	13	24
1971	46	22	34	28	34
1981	57	30	41	34	65
1901	64	39	52	45	73
2001	76	54	65	-	-

Source: Censuses of India

<u>Table 3.2</u>
Drop out in India (in percentage of enrollment)

= - F ( F						
Class I to VIII	1990-91	1993-94				
Boys	69.6	50.00				
Girls	67.6	56.8				
Total	63.4	52.8				

Source: CMIE, India's Social Sectors, February, 1995, Mumbai

Table 3.3 : Percentage of Children of School-going Age out of School going Children out of School, 1999-2000

States/UT	% 6-14 years old out of school			% contribution of state/UT to total out-of-school children		
	Rural	Urban	Total	Rural	Urban	Total
Andhra Pradesh	26.3	14.9	22.9	6.8	10.1	7.2
Arunanchal Pradesh	30.7	16.0	29.3	0.1	0.0	0.1
Assam	20.0	11.0	19.2	2.2	0.8	2.0
Bihar	48.4	29.0	45.9	22.6	12.5	21.2
Goa	13.1	5.4	9.9	0.0	0.1	0.0
Gujarat	23.0	11.6	19.6	3.4	4.5	3.6
Haryana	14.5	13.2	14.2	1.1	2.1	1.3
Himachal Pradesh	4.8	2.0	4.5	0.1	0.0	0.1
Jammu & Kashmir	19.0	10.7	17.5	0.5	0.4	0.5
Karnataka	22.6	10.2	19.8	4.1	3.5	4.0
Kerala	2.5	1.9	2.4	0.2	0.3	0.2
Madhya Pardesh	31.6	13.8	27.9	10.7	7.6	10.3
Maharashtra	14.0	6.8	11.4	3.9	6.7	4.3
Manipur	12.8	1.9	9.7	0.1	0.0	0.1
Meghalaya	13.0	3.7	11.3	0.1	0.0	0.1
Mizoram	9.3	4.4	7.3	0.0	0.0	0.0
Nagaland	10.1	5.8	8.7	0.0	0.0	0.0
Orissa	29.9	16.8	27.7	4.4	3.1	4.2
Punjab	14.4	11.1	13.4	1.1	2.2	1.2
Rajasthan	30.6	14.7	27.4	6.5	4.9	6.3
Sikkim	5.0	16.7	6.0	0.0	0.0	0.0
Tamilnadu	10.1	7.8	9.3	1.5	4.0	1.9
Tripura	9.6	9.0	9.5	0.1	0.1	0.1
Uttar Pradesh	28.6	22.5	27.4	21.5	26.1	22.1
West Bengal	26.4	18.2	25.1	8.7	7.1	8.5
A & N Island	7.4	4.5	6.7	0.0	0.0	0.0
Chandigarh	5.1	6.2	6.1	0.0	0.1	0.0
Dadra & Nagar Haveli	30.5	6.4	28.7	0.0	0.0	0.0
Daman & Diu	7.3	3.9	5.8	0.0	0.0	0.0
Delhi	1.7	13.5	10.6	0.0	3.6	0.5
Lakshadweep	1.6	3.8	2.9	0.0	0.0	0.0
Pondichery	1.9	7.1	5.0	0.0	0.1	0.0
Total	26.9	14.4	24.0	100.0	100.0	100.0

Source: Srivastava, Ravi, 2002.

Table 3.4: Compulsory Education Acts in Force in States and UTs of India

S/UT	Name of Act
1. Andhra Pradesh	Andhra Pradesh Education Act 1982 (Act No. 1 of 1982).
2. Assam	The Assam Elementary Education (Provincialisation) Act, 1974. (Assam Act No. 6 of 1975).
3. Bihar	Bihar Primary Education (Amendment) Act, 1959 (Bihar and Orissa Education Act (1 of 1919) as amended by Bihar Act XVI of 1939 and Bihar Act XVII of 1946 and IV of 1959).
4. Goa	The Goa Compulsory Elementary Education Act, 1995 (Goa Act No. 4 of 1996).
5. Gujarat	Gujarat Compulsory Primary Education Act 1961 (Gujarat Act No. XLI of 1996).
6. Haryana	Punjab Primary Education Act 1960.
7. Himachal Pradesh	The Himachal Pradesh Compulsory Primary Education Act 1953 (Act No. 7 of 1954).
8. Jammu & Kashmir	The Jammu Kashmir Education Act 1984 (Act No. XI of 1984).
9. Karnataka	The Karnataka Education Act 1983 (Karnataka Act No. 1 of 1995) (First published in the Karnataka Gazettee Extraordinary on the 20th day of January, 1995).
10. Kerala	The Kerala Education Act 1958 (Act No. 6 of 1959) (As amended by Acts 35 of 1960, 31 of 1969 and 9 of 1985).
11. Madhya Pradesh	The Madhya Pradesh Primary Education Act 1961 (Madhya Pradesh Act No. 33 of 1961).
12. Maharashtra	The Bombay Primary Education Act 1947 (Bombay Act No. LXI of 1947) (As modified up to 30th April 1986).
13. Orissa	Orissa Primary Education Act 1969 No. 15.
14. Punjab	Punjab Primary Education Act 1960, No. 39.
15. Rajasthan	The Rajasthan Primary Education Act 1964 (Act No. 31 of 1964).
16. Tamil Nadu	The Tamil Nadu Compulsory Elementary Education Act 1994 (Act No. 33 of 1995).
17. Uttar Pradesh	United Provinces Primary Education Act 1919* (UP Act No. 7 of 1919).
18. West Bengal	West Bengal Primary Education Act 1973 (West Bengal No. 43 of 1973).
19. Delhi	The Delhi Primary Education Act 1960. Act No. 39 of 1960.

(As per information available till November 1996).

Source: Srivastava, Ravi, 2002.

Poverty Ratio (%)			Number	Number of Poor (Million)			
Year	Rural	Urban	Combine	Rural	Urban	Combine	
			d			d	
1973-74	56.4	49.0	54.9	261.3	60.0	321.3	
1977-78	53.1	45.2	51.3	264.3	64.6	328.9	
1983	45.7	40.8	44.5	252.0	70.9	322.9	
1987-88	39.1	38.2	38.9	231.9	75.2	307.1	
1993-94	37.3	32.4	36.0	244.0	76.3	320.3	
1999-00	27.1	23.6	26.1	193.2	67.1	260.3	
2007*	21.1	15.1	19.3	170.5	49.6	220.1	

<sup>\*</sup>Poverty projection for 2007.

Source: Tenth Five Year Plan, Vol. I, Planning Commission Estimates quoted in Economic Survey 2002-2003

Table 4.2: NSS Rates of Growth of Employment: All India Usual Status: Principal (a) For Rural and Urban Areas

	1977-78 to 1990-91	1990-91 to 1999-00
Agriculture	1.12	1.17
Non-agriculture	4.13	2.12
All Sectors	2.16	1.55

## (b) For Rural Areas

	1977-78 to 1990-91	1990-91 to 1999-00
Agriculture	1.06	1.27
Non-agriculture	4.75	0.99
All Sectors	1.84	1.20

Source: Sen & Jha (2001)

Table 4.3: Statewise List of Suicides in India due to Poverty, Unemployment and Failure

of Agriculture (in 1999)

States		Pov	erty			Unem	ploymo	ent	Fa	arming,	/Agricult	ure
	Male	Female	Tot	% of Grand total	M	F	Т	%	M	F	T	%
AP	604	221	825	7.94	114	40	154	1.48	1604	370	1974	19.01
Arunachal	1	0	1	1.35	-	-	-	-	3	3	6	8.11
Assam	201	57	258	10.18	133	42	175	6.9	68	14	82	3.23
Bihar	15	4	19	1.06	25	4	29	1.62	101	26	127	7.08
Goa	1	-	1	0.39	10	3	13	5.08	5	-	5	1.95
Gujrat	83	65	148	2.97	220	33	253	5.07	405	95	500	10.03
Haryana	33	1	34	1.48	38	11	49	2.13	170	35	205	8.92
ΗР	4	3	7	2.15	4	1	5	1.53	39	-	39	11.96
J & K	-	-	-	-	5	2	7	7.14	1	2	3	3.06
Karnataka	339	140	479	3.84	161	39	200	1.6	2002	377	2379	19.05
Kerala	7	2	9	0.09	239	68	307	3.14	1291	140	1431	14.63
M P	88	18	106	1.09	82	12	94	0.97	2055	599	2654	27.82
Maharashtra	202	56	258	1.9	173	28	201	1.48	2050	373	2423	
Manipur	-	-	-	-	-	-	-	-	-	-	-	-
Meghalaya	1	2	3	5.36	-	-	-	-	3	2	5	8.93
Mizoram	-	-	-	-	-	-	-	-	-	-	-	-
Nagaland	-	-	-	-	-	-	-	-	-	-	1	6.67
Orissa	6	4	10	0.27	29	1	30	0.82	259	6	265	7.26
Punjab	27	6	33	3.35	11	-	11	1.12	87	-	87	8.82
Rajasthan	56	26	82	2.19	68	11	79	2.11	583	141	724	19.34
Sikkim	6	2	8	7.41	-	-	-	-	15	2	17	15.74
Tamilnadu	231	125	356	3.11	188	43	231	2.02	635	169	804	7.02
Tripura	20	20	40	4.26	-	-	-	-	97	-	97	10.34
U P	99	33	132	2.41	137	6	143	2.61	726	119	845	15.43
West Bengal	30	13	43	0.31	121	22	143	1.03	917	323	1240	8.93

Source: Compiled from "Accidental Deaths and Suicides in India - 1999", Ministry of Home Affairs, GOI.

Table 4.4: Per Capita net Availability per day (grams)

Year	Cereals	Pulses	Total
1951	334.2	60.7	394.9
1952	325.4	59.1	384.5

	1	T	Γ
1953	349.9	62.7	412.6
1954	388.1	69.7	457.8
1955	372.9	71.1	444.0
1956	360.4	70.3	430.7
1957	375.3	71.8	447.1
1958	380.5	58.5	439.0
1959	393.4	74.9	468.3
1960	384.1	65.5	449.6
1961	399.7	69.0	468.7
1962	398.9	62.0	460.9
1963	384.0	59.8	443.8
1964	401.0	51.0	452.0
1965	418.5	61.6	480.1
1966	359.9	48.2	408.1
1967	361.8	39.6	401.4
1968	404.1	56.1	460.2
1969	397.8	47.3	445.1
1970	403.1	51.9	455.0
1971	417.6	51.2	468.8
1972	419.1	47.0	466.1
1973	350.5	41.1	421.6
1974	410.4	40.8	451.2
1975	365.8	39.7	405.5
1976	373.8	50.5	424.3
1977	386.3	43.3	429.6
1978	422.5	45.5	468.0
1979	431.8	44.7	476.5
1980	379.5	30.9	410.4
1981	417.3	37.5	454.8
1982	415.6	39.2	454.8
1983	397.8	39.5	437.3
1984	437.8	41.9	479.7
1985	415.6	38.4	454.0
1986	434.2	43.9	478.1
1987	435.4	36.4	471.8
1988	411.8	36.7	448.5
1989	452.6	41.9	494.5
1990	435.3	41.1	476.4
1991	468.5	41.6	510.1
1992	434.5	34.3	468.8
1993	427.9	36.2	464.1
1994	434.0	37.2	471.2
1995	457.6	37.8	495.4
1996	442.5	32.7	475.2
1997	466.0	37.1	503.1
1998	414.2	32.8	447.0
1999	429.2	36.5	465.7
2000	422.0	31.8	454.4
2001	385.1	29.1	414.1
	2 30.1	1	

Source: Economic Survey 2003.

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