

# **Democracy Support** in the Czech and Visegrad **Development Co-operation**

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### 1. Democracy and Development in Theory

How do we understand the link between democracy and development?

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### Structure of the Presentation

## 1. Democracy and Development in Theory

How do we understand the link between democracy and development?

### 2. Democracy and Development in Practice

❖ What is the Czech Republic doing in support of democracy and development?

### 3. Democracy and Development in Future:

Future challenges and opportunities for V4 cooperation?



### Elements of sustainable development

Production = Technology \* f (Land, Labour, Capital)

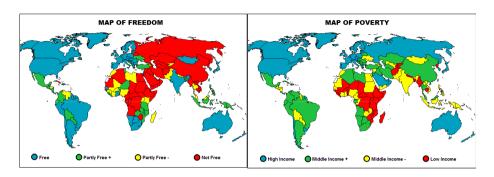
## Development = Governance \* f (Planet, People, Time)

G	overnance (institutions, policies)	-> values
0	Peace	-> security
0	Elections	-> accountability
0	Minorities	-> diversity
0	Rule of law	-> justice
0	Media	-> freedom
0	Civil society	-> participation





## Two maps - one world



Source: Freedom House (2014), World Bank (2014)



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### 80 % correlation between income and freedom

FREEDOM \ INCOME	High Income	Middle Income +	Middle Income -	Low Income
Free	EU+EEA, USA, Canada, Chile, Australia, Japan, South Korea, Israel	Brazil, South Africa, Romania, etc.	India, Mongolia, Guyana, Senegal, Ghana	Benin
Party Free +	none	Mexico, Colombia, Turkey, Bosnia and Hercegovina, Albania, Tunisia	Ukraine, Paraguay, Indonesia, etc.	Bangladesh, Tanzania, Mozambique, Sierra Leone, Liberia
Partly Free -	Kuwait, Singapore	Venezuela, Libya, Thailand, etc.	Armenia, Pakistan, Nigeria, Cote d'Ivoire, Honduras	Haiti, Kenya, Nepal, etc.
Not Free	Russia, Brunei, Oman, Qatar, UAE, Eq. Guinea, Saudi Arabia	Cuba, Algeria, <mark>Angol</mark> a, Gabon, Iraq, Iran, Kazachstan, <mark>China</mark>	Sudan, Uzbekistan, Vietnam, etc.	Afghanistan, Myanmar, Cambodia, DPRK, Chad, Eritrea, Somalia, Zimbabwe

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## A two way street with some dead ends

### **Democracy -> Development**

- "No taxation without representation"
- > Development as Freedom (Amartya Sen)

#### Exceptions (Free but Poor):

- India
- Bangladesh
- Ghana
- Benin
- Liberia

### **Development -> Democracy**

- > Zakaria's threshold (around 10000 USD/capita)
- Middle income trap (H. de Soto)

#### Exceptions (Rich but Not Free):

- Russia
- Saudi Arabia
- China
- Singapore
- Angola

## 2. Democracy and Development in Practice

\* What is the Czech Republic doing in support of democracy and development?





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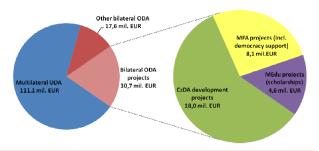
### Two arms of Czech ODA

#### MFA:

- Strategic framework
- o Multilateral contributions
- Humanitarian assistance
- Human rights and democracy support

#### CzDA:

- Bilateral development projects
- o Capacity building

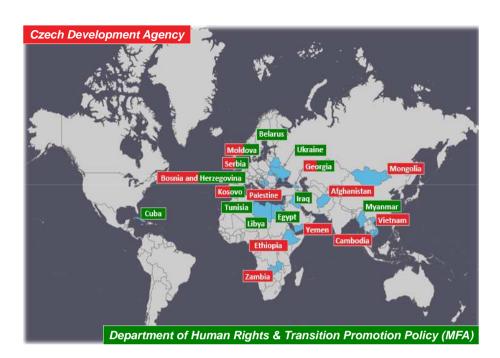


Czech ODA by type of activity

(total = EUR 159 mil., 2013 estimates)



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## Societies in transition – stages and tools

1. Authoritarian regime	cross-cutting:
Human rights support and policy (sanctions?)	CSS, PCD
2. Revolution/conflict	
<ul><li>Conflict resolution, Humanitarian aid</li></ul>	CSS, PCD
3. Stabilization/Free elections	
<ul> <li>Elections observers, Capacity building (scholarships)</li> </ul>	CSS, PCD
4. Economic reforms	
<ul> <li>Debt relief, Capacity building (experts), Development Aid</li> </ul>	CSS, PCD
5. Institutions building	
<ul> <li>Capacity building (experts), Development Aid</li> </ul>	CSS, PCD
6. Structural societal change	
<ul> <li>Capacity building (experts), Development Aid</li> </ul>	CSS, PCD

## 3. Democracy and Development in Future

❖ Future challenges and opportunities for V4 cooperation?



## **Challenges and Opportunities:**

- ODA paradigm = ownership by partner governments
- DS paradigm = support to civil society (avoid government)

### Examples of "win-win solutions":

Land = unleashing human rights & unleashing dead capital

**Trade** = import of goods & import of ideas and rules

**Education** = human capital & liberal thinking

**Media** = watchdogs for freedom & watchdogs against corruption

**Government:** smaller state = bigger freedom & bigger economy (?)

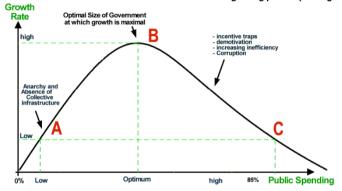


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## Beware of "one size fits all" trap

## Armey-Curve Growth Rate under growing public Spending



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## Opportunities for V4 cooperation

### Global level

 $\checkmark$  Good governance and transition as part of post-2015 agenda

#### **EU level**

- ✓ Champions of EU enlargement and neighbourhood ("more for more")
- ✓ European Transition Compendium

### **Country level**

- √ Joint programming
- ✓ Coordinated ODA projects
- √ International Visegrad Fund

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Questions and Answers ?

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