Human Development Without Growth: Long Run Aftermath and Vulnerability of the Kerala Paradigm Faced to the XXI Century

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Τὸν φονεῖν βοοτοὺς ὁδώσαντα, τὸν πάθει μάθος θέντα κυρίως ἔχειν. στάζει δ' ἔν θ' ὕπνῳ πρὸ καρδίας μνησιπήμων πόνος*

-Aeschylus' *Agamemnon*, 458 BCE, Lines 176-180, translation by Herbert Weir Smyth

^{*} CHORUS: "Zeus, who sets mortals on the path to understanding, Zeus, who has established as a fixed

Contents

List of Figures	vii
Abstract	X
INTRODUCTION	8
I THE KERALA MODEL	10
1. History of the model	10
2. Kerala Today	12
2.1 Human Development Attainments	14
3. Wealth and Growth	20
4. Kerailite Democracy	22
5. Definition of the Model	23
6. Analyses and Discussion	25
7. Present and Future Threats to the Kerala Model	32
7.1 Overseas Money and Unemployment	34
7.2 Drunk Kerailites	35
7.3 India's Suicide Capital	38
8. Considerations	38
II HISTORIC SOURCES OF A TRIUMPH IN HEALTH AND EDUCATION	40
1. Education	
2. Health	42
3. The private welfare in Kerala	43
3.1 Considerations	46

III ECONOMY AND POLITICS: ADJUSTMENTS IN KERALA	47
1. State and Employment	47
2. Kerala's Economic booster: services	50
3. Labour Force Diaspora	52
4. Why Kerala Lags	54
5. Economic Prospects of Kerala	56
IV FINAL CONSIDERATIONS	58
References	61
Annexes	71

List of Figures

Figure 1: Kerala location within the Indian sub-continent
Figure 2: India literacy rate by province, 2011; Office of the Registrar General, India 9
Figure 3: Religion in the Kerala State; National Census, Office of The Registrar General
& Census Commissioner, 2011
Figure 4: Indian population density; National Census, Office of The Registrar General
& Census Commissioner, 2011
Figure 5: Demographic transition in India, 1951-2000; Human Development in India,
2010, & Bath, Rajan, 1990
Figure 6: Total fertility rate decline in Kerala and India, 1970-2000; Human
Development in India, 2010, & Bath, Rajan, 1990
Figure 7: Infant mortality gap in Indian States compared to Kerala, 1970-75 and 1995-
2000; Human Development in India, 2010
Figure 8: Infant mortality rate decline in Kerala and India, 1970-2000; Human
Development in India, 2010
Figure 9: Relative per capita income of Kerala and India, 1972-2000; Kannan, Hari,
2002
Figure 10: Trends in State income (Net State Domestic Product); Kerala Economic
Review, 2004
Figure 11: Ranking of States within India from lowest to highest India State Hunger
Index scores; NFHS III National Report, 2007, & NSSO 61st round, 2004-5 25

Figure 12: Total per capita health expenditure in 2001-2 rupees and life expectancy at
birth of males in 2002-6 for Kerala and other Indian States; National Health Profile
of India, 2008, & Central Bureau of Health Intelligence
Figure 13: Comparison of per capita income and remittances in India and Kerala, 1972-
2000; Kannan, Hari, 2002
Figure 14: Alcoholic beverages consumed in Kerala in 2010; Kerala State Beverages Co
Figure 15: Alcohol-consumption-shaped map of the world, 2001; SASI, & Newman 36
Figure 16: Alcohol consumption in the world; WHO, 2011
Figure 17: Public Health Expenditures, per capita, as a percentage of total health
expenditures, per capita, 2001-2002 and life expectancy at birth, males, 2002-2006
Kerala and 15 other Indian states; International Institute for Population Sciences
2008
Figure 18: Per Capita Net State Domestic Product, 1999-2007, Kerala and selected
Indian states; Reserve Bank of India, 2009
Figure 19: Net State Domestic Product by Sector, 1999-2007, Kerala; Reserve Bank of
India, 2009
Figure 20: Net State Domestic Product by Sector, 1999-2007, Gujarat; Reserve Bank of
India, 2009
Figure 21: Average years of schooling and GDP per capita PPP, 2000; Barro, Lee
2000, & Handbook of Statistics on Indian Economy 2008-9, 2009
Figure 22: Organisational membership by State; India Human Development Survey
2004-2005

List of Tables

Table 1: Adult literacy rates and life expectancy in Kerala, India, and China, selected
years; Drèze & Sen, 2002; Desai, 2005
Table 2: Population growth rate, sex ratio and density of population in Kerala and India,
1961-2001; Human Development Report Kerala, 2005
Table 3: Proportion of literate persons in population in Kerala and India; Human
Development Report Kerala, 2005
Table 4: Polling percentage in Kerala in Legislative Assembly elections, 1977-2011;
Kerala Official Website Of Chief Electoral Officer, & Election Commission of
India
Table 5: Unemployment rates for the educated (15 years and above), 1993-2000;
Sarvekshana, 2001
Table 6: Statewise infant and child mortality rate (per 1000 births) for births in
preceding ten years; Human Development in India, 2010
Table 7: Annual median household and per capita incomes by State (sample of all
41.554 households); India Human Development Survey, 2004-2005
Table 8: Foreign remittances and State income (NSDP) in Rupees crore, as ten million
Rupees; Kannan, Hari, 2002
Table 9: Sectoral growth rate of Net State Domestic Product (constant prices), 1970-
2003; CSO, National Accounts Statistics, 2004
Table 10: Underlying components of India State Hunger Index and India State Hunger
Index scores; NFHS III National Report, 2007, & NSSO 61st round, 2004-5 75

Table	11:	Severity	of Indian	State H	unger	Index by	y State;	NFHS	III	National	Report
2	007	& NSSO	61 st round	d 2004	-5						76

For grandparents, Wilma and Ugo. Eventually for her, любимая моя.

Abstract

The already renowned Indian region of Kerala is the focus of this work. It represents a unique case of development, within a country wherein about half a billion people live in poverty^{b c}, because of its exceptional social development, since 1970s, in such areas as health, education, and even the demographic transition, despite low economic development. Thanks to these extraordinary attainments comparable to Western world's, Kerala has become a "model" of development which does not encompass, neither strive to boost, economic growth. Because of such results, that are translated in a pursue of human and social development within a tough welfare framework without a paved path for economic growth, the Kerala model has been greeted for decades by the academia and development non-governmental agencies and organisations. It stands out as a bright example of productive and effective investments in human capital even in challenging economic scenery.

Though, the model presents current jeopardy and weakness. On the one hand, through an historical and quantitative approach, the study would demonstrate that state-led welfare policies, as implemented so far in Kerala, can hinder social development and involve critical and negative effects on the economic development. The research focuses also on the institutional settings previous to the instauration of a strict welfare state and of statism, trying to evaluate the influence of ancient regimes on the actual social and economic outcomes. Basically, we want to demonstrate that what is impeding economic growth in Kerala, despite high education rates and healthy citizens, is the kind of governmental policies put in place by the communist public management.

On the other hand, through the analysis of these issues and modern vulnerabilities of the model, which some are proper to developed countries, such as alcoholism and high rates of suicide, the research investigates in general whether this developmental paradigm still works in the XXI century, in particular if it is sustainable, both socially and economically, in a long term perspective.

^b Poverty defined as income levels of less than \$1.25 per day in purchasing power parity.

^c Institute of Applied Manpower Research, 2011.