

11 July 24

Geography Foundation

Regional Planning & Development

12:00 - 2:30 Lec 7

Disparities & Inequalities ✓

Reasons - ① Natural factors

② Human & historical factors

③ Explaining disparities in terms of development theories & concepts

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Approaches to Balanced Development - I

Balanced Regional Planning

o Balanced = Comparable & equity based development

Development - went

= Balanced Regional Development

= Balanced Sectorial Development

= Balanced Social Development

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1] Balanced Planning Approach - Prav80818

- o I-FYP of India - Harrod Domar Model ↓
- social sector along with Agri & L
 - Industries were invested in comparably
 - Investments were proportional without any discrimination
 - also called as equilibrium growth model

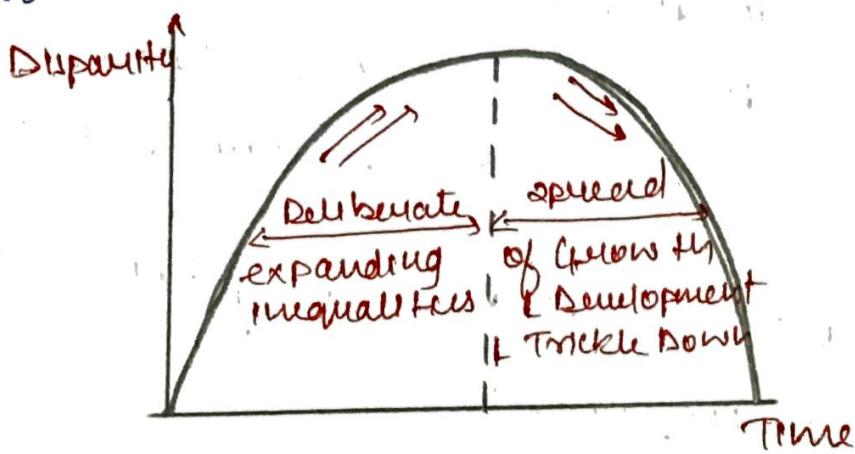
2] Deliberate Imbalanced based Development Prav80818

Strategy =

- o Education, Health, Roads, Industries = Proportional investments
Balanced Development
- o Imbalance / Deliberate Imbalanced Dev. = Investments in few sectors

• Deliberate Imbalance strategy is based on
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 Growth Pole / centre where Development
 is acknowledged as unequal process. Every
 region or sector do not have ability to
 develop at same rate.

• The Imbalanced strategy is focuses on
 certain advantages, locatⁿ L sectors,
 drives investments in those sectors and
 regions with possibility of Trickle-down
 effect in later stages
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= Inverted U Graph | Kuznetz
 Curve

In the above graph, it is depicted that in the initial phases, inequality is inevitable which ultimately declines as development spreads. This is the Principle of Trickle Down Approach.

India adopted this policy in 2nd FYP also called as Mahalanobis Model / Nehruvian Model - based on Growth Pole concept & Trickle down effect.

(2nd FYP - focused on Heavy engineering, producer goods & machines, focused on energy sector etc)

+ Import Substitution Policy of India
(part of IPR 1956)

(2nd FYP with deliberate Imbalanced strategy & focus on the core sectors was primarily the consequence of outcome of 1st FYP. We learnt that Industries

L Infrastructure requires sustained & critical investments while agri can manage on its own L social sector would happen.

3] Socialist Planning Approach -

- o We focused on Poverty alleviation & community development
- o By 1970's in India, we had major poverty crisis along with less employment prospects, droughts Prav80818 problems, food availability, Hunger & Health.
- o The Capitalist model of India materialised' focused on assumption of social sector taking care of itself did not actually materialised.
- o India had serious Rural Poverty, Recurrent Droughts, Tribal Problems along with widespread Agricultural Poverty.

The 4th FYP (1973-74) is considered as
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~~Watershed Moment~~ L India focused
(Turning point)
 on social issues resulting into a host
 of social development P

- | | |
|----------|-----------------------------------|
| a] CADP | n] NFAL |
| b] IRDP | r] NWS (Million Wealth scheme) |
| c] DPADP | |
| d] ITDP | |
| e] JRY | |
| f] IAY | |
| g] OFDP | |

Green Revolution in 1960's was also apart
 of this socialist policy.

4] Import substitution Approach - ISI

1941-92

4] Export Promotion Planning [Prav80818

Growth | Economic Reforms - 1991-92

- There were 5 shifts :-
 - ① Import Substitution towards Export Promotion
 - ② from Public spending towards Private Investments
 - ③ Disinvestment & Privatisation of PSUs
 - ④ Trade Tariff Liberalisation
 - ⑤ Diversification of small scale sector
(Abid Hussain Committee)
- focus of the reforms was to deal with India's BOP (Balance of Payment) with India had to look into its PSUs' sector, restrictive policies in the name of controlling monopoly & restrictive trade policies (NRTP act replaced by Competition Act)

- o The Planning approach was - ^{Prav80818} Private led investment led growth strategy.

India's experience in Planning through

FYP -

- o 1st FYP - Balanced Planning Approach
- o 2nd FYP - Deliberate Imbalanced planning Approach
- o 4th FYP - focused on socialist planning
^{Prav80818} for labour, Employment,
Small Farmers, Droughts,
Irrigat' etc
- o 7-8th FYP - Economic Reforms - LPG Model

5] Contemporary Planning Approach -

The Contemporary process of planning
Development strategies are part extensions
of older policies along with new elements
in planning such as-

(a) Agni as a focused sector (Agni is a
necessity for Rural Development &
Rural income & also for food security
-ignty of India. Agni based land & water
use will continue to be critical & Agni
will be one of the largest absorber of
low skilled & semi skilled population.
India has tremendous prospects in food
processing sector)

(b) Focus on Manufacturing particularly
Labour-intensive Mfg along with
Tourism sector

(c) The above sectors demands Infrastructure
investments

(Roads connectivity, energy ^{Prav80818} sector, Ports
in support of larger economy)

④ Inclusive growth / Growth with
Equity (Theme of 10th FYP)

⑤ Integrating Env. strategies into
developmental planning

Regional Planning experiences in India

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↳ Various Regional Development Programmes

o Three realities of India -

① Large Territorial size :: Diversity

② Diversity in terms of Physiography, History, Cultural elements & resources, Climate

③ Developmental Aspiration & Challenges are unique - because of diversity

(concept of Bottom to top planning & Multi level planning & Grass root participation)

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④ India has always been a Dual Economy & will remain so :: Agn cannot be dismissed in any planning approach.

⑤ - \Rightarrow planning & development be inclusive of local preferences

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- o India's Planning Challenges requires a local approach which is inclusive of -

(a) DILITATIONAL APPROACH

(b) DEMOCRATIC APPROACH

(c) SOCIALIST MODEL along with role of Private sector & it has been in Mixed Economic Planning.

- o The following are the Principles of Good Regional Planning | Principles of Regional Planning

a] Horizontal Integration -

- o It is about integrating all locations within the region

o Economic & Physical Integration

b] Principle of Vertical Integration -

- o It is integration of entire supply chain system - From Raw Material, Transportation, Processing, Product System,

Packaging & retailing

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(Vertical Integration includes Integration of diverse sectors)

③ Principle of time-space continuum -

- Regional planning must be relevant for considerable length of time i.e. they must be robust for future & must be dynamic enough to incorporate emerging challenges & prospects as conditions change

④ Principle of comprehensive development -

- Comprehensive Dev. implies integrated approach that includes economic, social & environmental priorities taken up together.

Comprehensive Planning makes planning relevant for all sections of society

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o Both Horizontal & Vertical Unity can be achieved through Comprehensive Planning

⑤ Principle of Local Participation & community development

⑥ Principle of Social desirability & Economic viability balance

⑦ Principle of Ecological Equilibrium