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SYMPOSIUM
廉政公署第七屆國際會議



Fighting Corruption
A New Perspective
拓展反貪**新視野**

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Combating Corruption in Post- Revolutionary Countries (PRC): A Case Study on Political and Social Stability

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Hong Kong 23rd May 2019

Questions ???

- What does corruption look like in Post-revolutionary and Post-conflict countries?
- What are paths and patterns of corruption ?
Forms and scenarios ? impacts on the society ?
- Why perceptions of corruption increase: people tend to suspect corruption everywhere
- How to deal with ?

Impacts of Corruption :In general

- The way in which corruption can impact on the society are many and varied
 - Corruption Retards Growth
 - Impact on inflation and public budget deficit
 - Hinders economic development
 - Increase social disparities, inequality and poverty
- Political and social instability :accounts for about **53%** of the total effect of corruption

Impacts of corruption in PRC

- In general effects of corruption are tangible on medium and long terms
- In specific contexts consequences are immediate and severe :
- Its major impacts are on political and social stability
- Minor incident could set the country in flames leading to violence : Dominant mindset
- Transformation of economic landscape from legal to underground economy



I: Corruption in post-revolutionary countries

Tunisia

Area

- Total 163,610 km²

GDP (PPP)

- Total \$144.195 billion
- Per capita \$12,588



Population

2016

11,304,482
(79th)

Inequality and Corruption: Drivers of Tunisia's Revolution in 2011



Urgent Measures to meet people expectations

- Provisional Government established the commission of inquiry into misappropriation and corruption
- Prosecution of former regime's key figures
- Initiate legal and diplomatic processes to recover stolen assets
- Promise to undertake major reforms to end corruption

Emerging hopes and expectations raised revolution

- Collective imagination: Corruption tied to totalitarianism
- with the Advent of freedom of expression and democracy : corruption will automatically disappear
- The most common cause of corruption was believed to be a combination of **enormous discretionary power** and its consequences : low accountability and opacity
- Democracy will bring transparency, accountability and ROL
- **Corruption is too complex !!!!!!!**

Awakening call

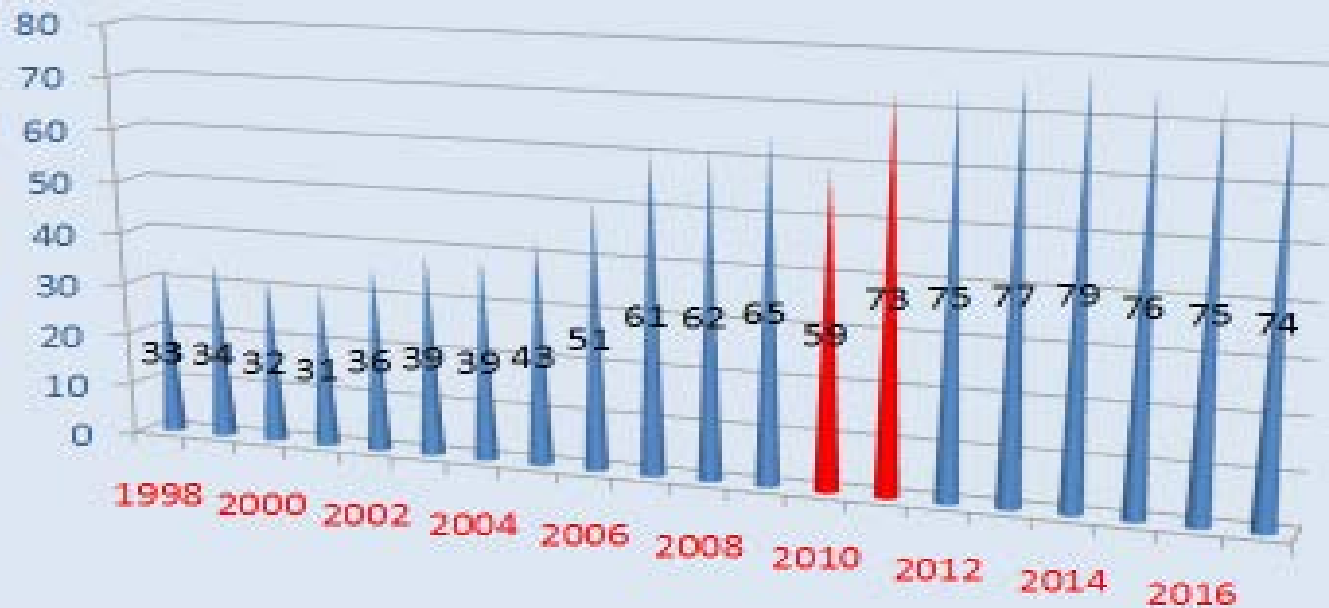
**Major disappointment
Tunisia ranking dropped
to 73(59 in 2010)**



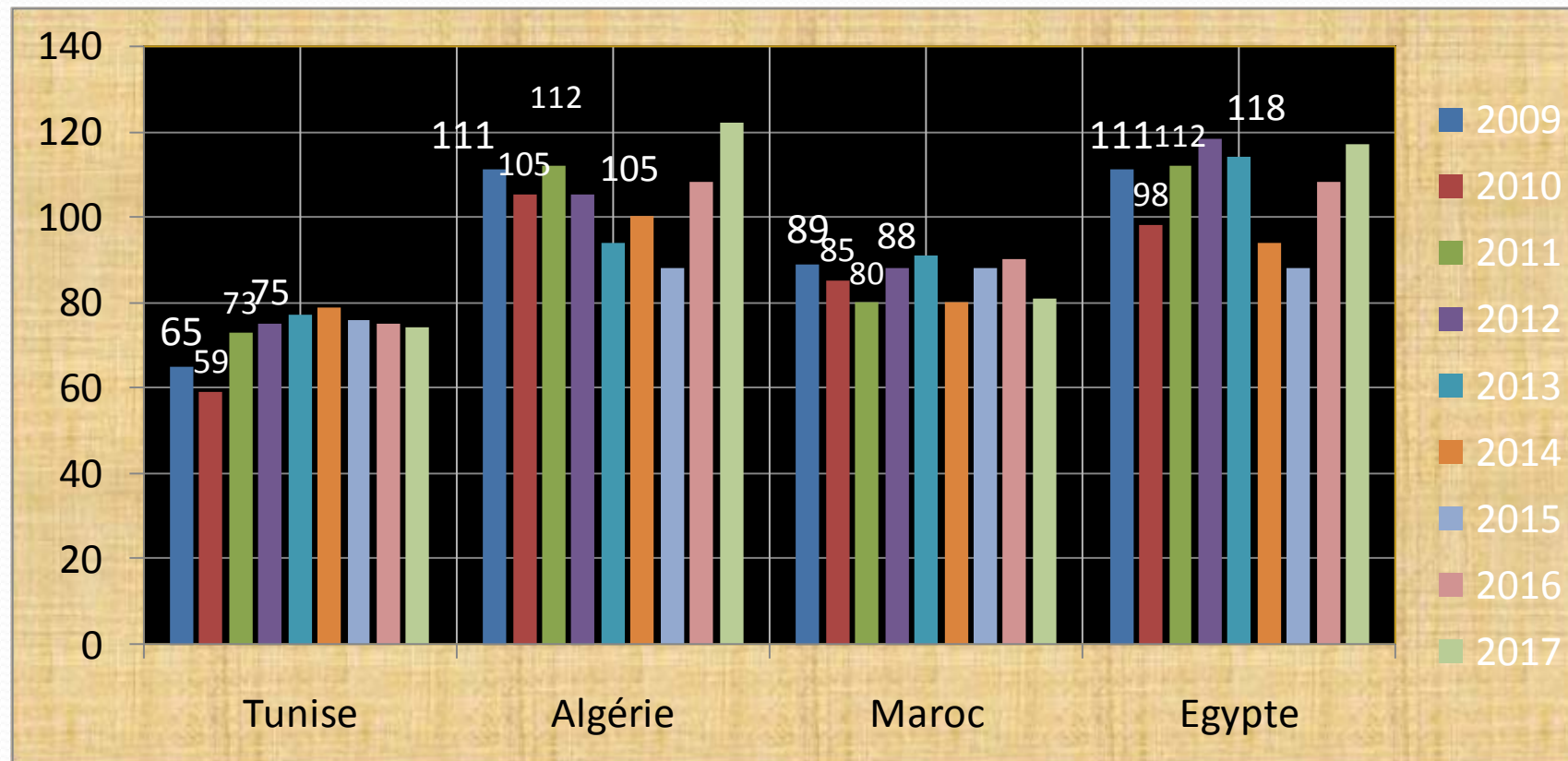
**Transparency Perception Index 2011 : Tunisia is
most corrupt than in 2010**

Tunisia ranking over time

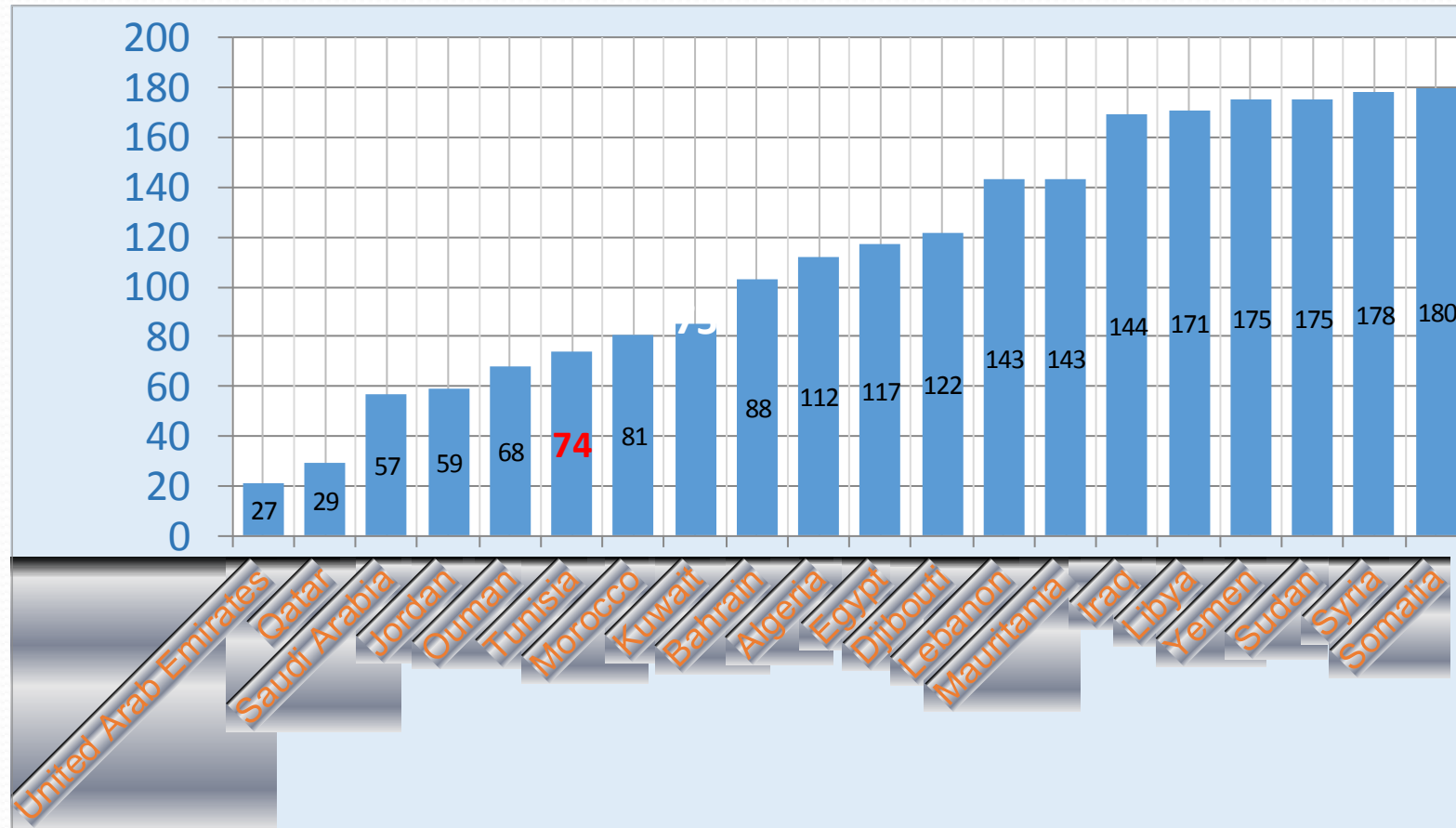
Evolution du Classement de la Tunisie selon l'Index de la Perception de la Corruption



With neighbouring countries



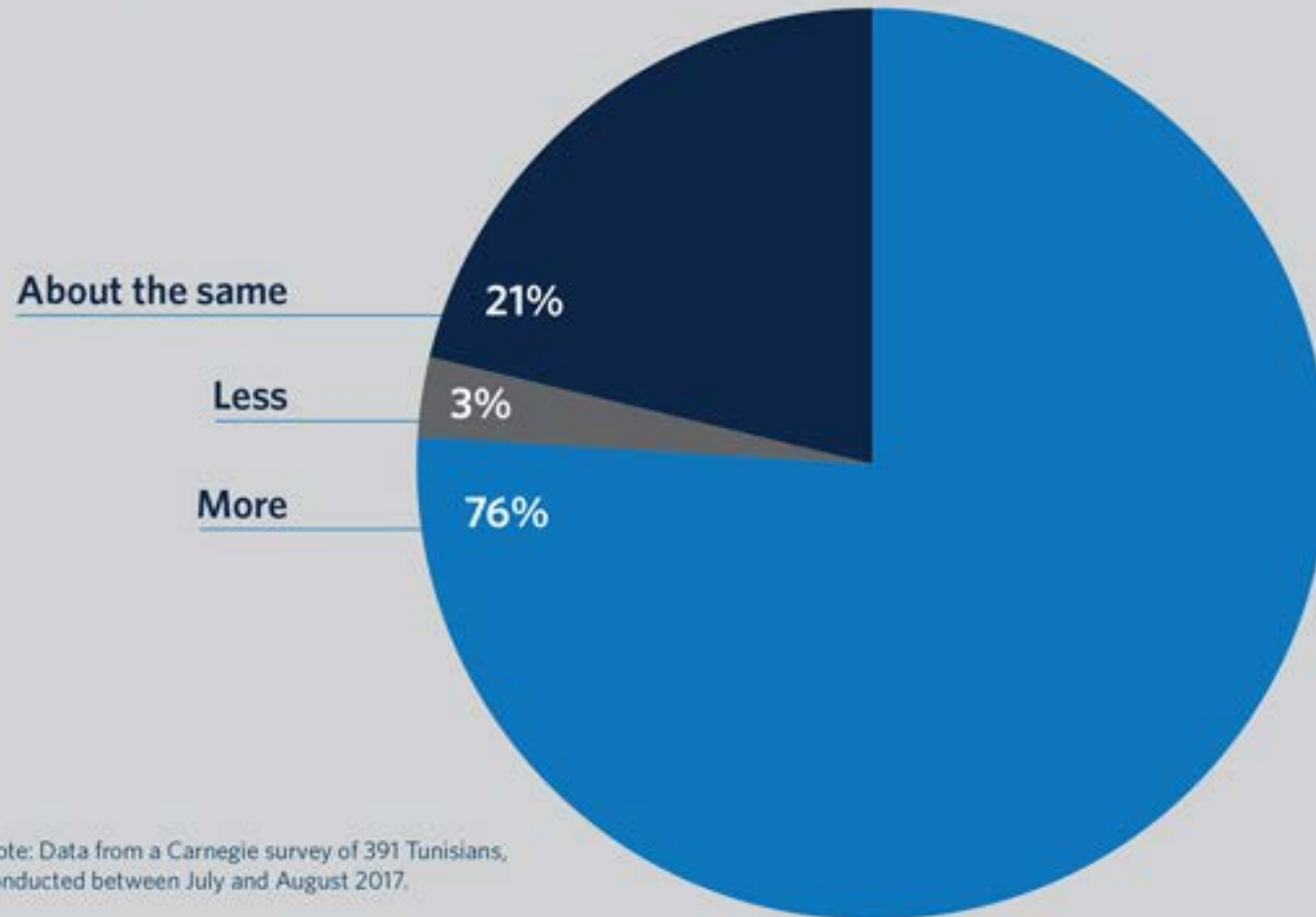
In the Arab region



Major impact : Erosion of Trust

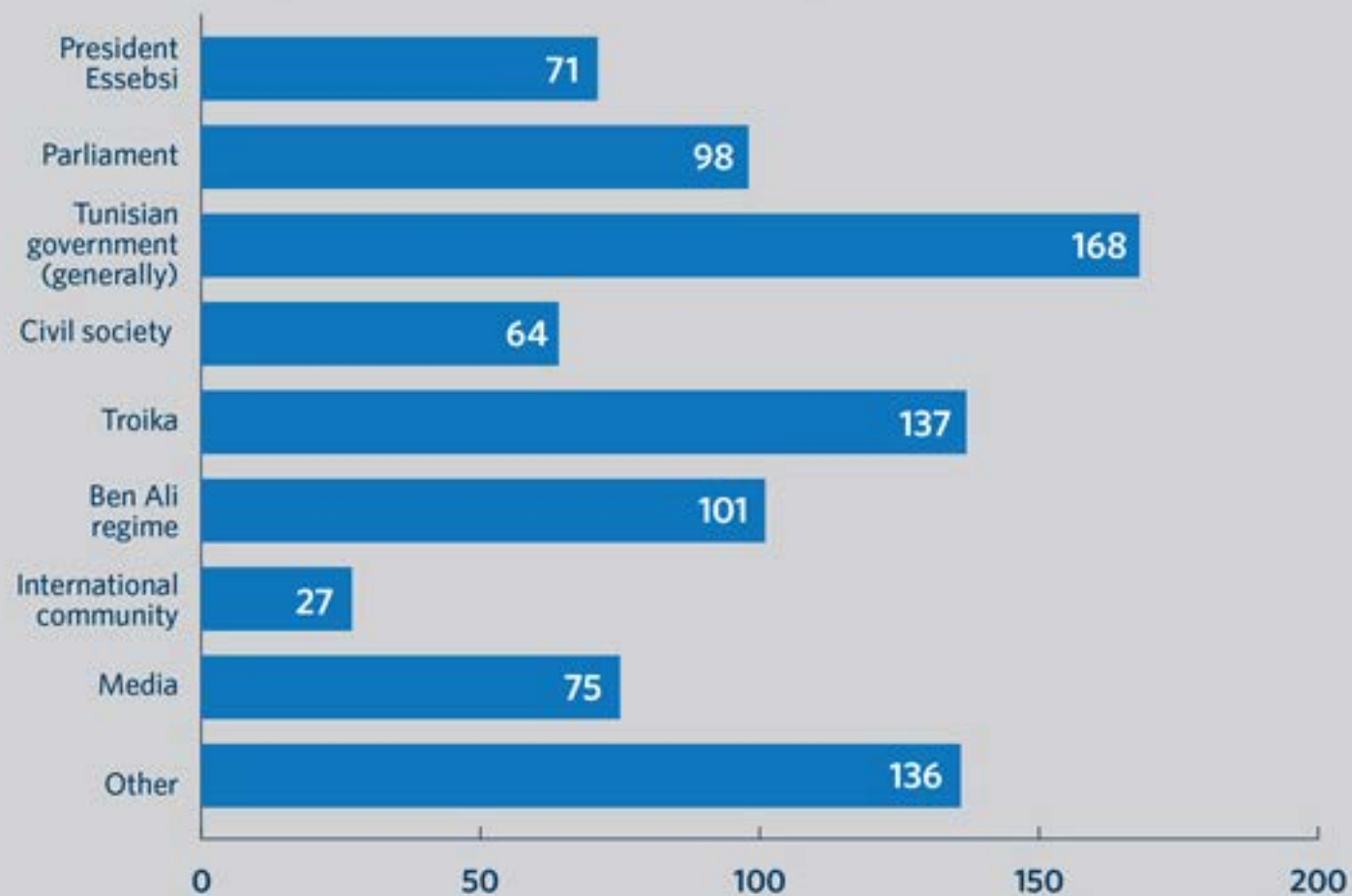
- Studies and Polls: trust in government fell from **62%** in 2011 to **16%** in 2016 (Carnegie Endowment for International Peace)
- **76%** of respondents said there is more corruption , particularly young people
- Consequences on social and political stability : **64%** of respondents lost trust on the seriousness of government in fighting corruption
- **Undermine the ability** to undertake reforms

Is there more or less corruption in Tunisia today than there was under former president Ben Ali?



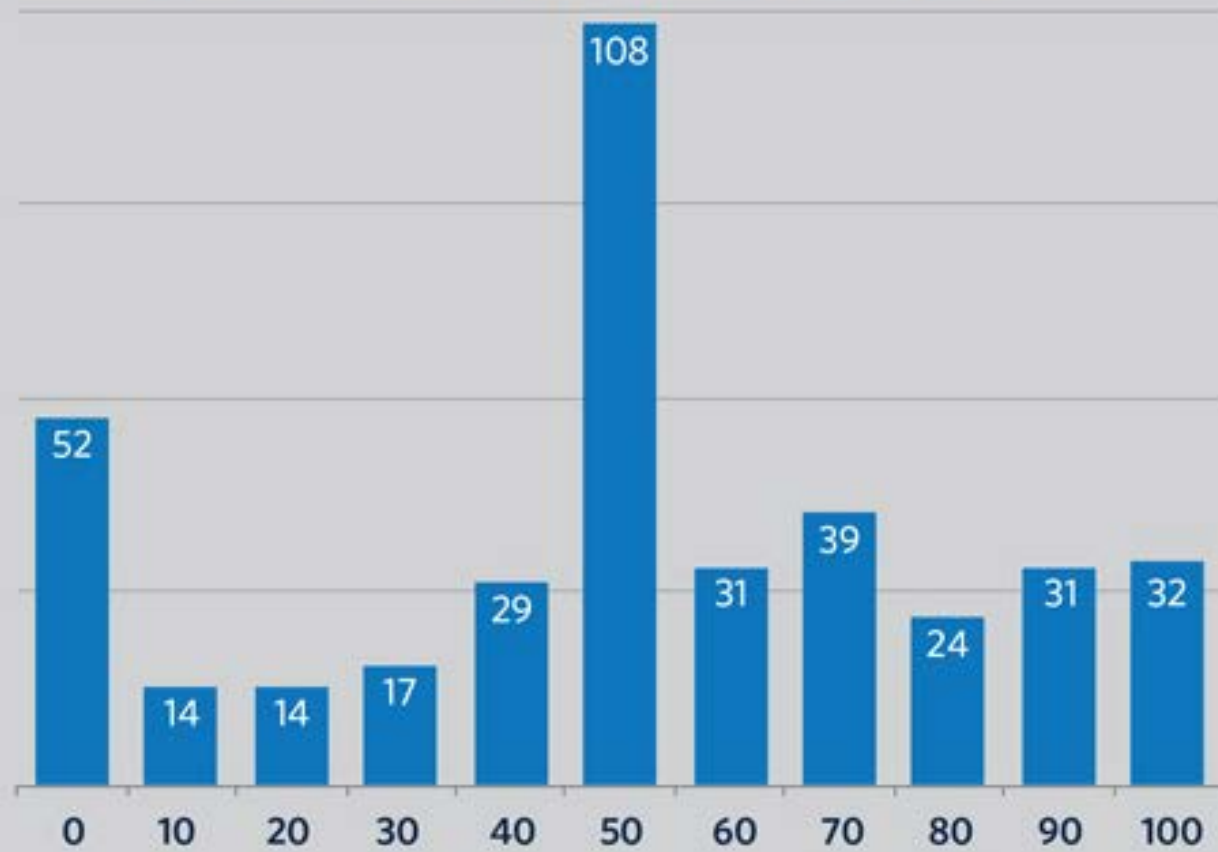
Note: Data from a Carnegie survey of 391 Tunisians, conducted between July and August 2017.

Who is most responsible for the level of corruption in Tunisia today?



Note: Data from a Carnegie survey of 391 Tunisians, conducted between July and August 2017.

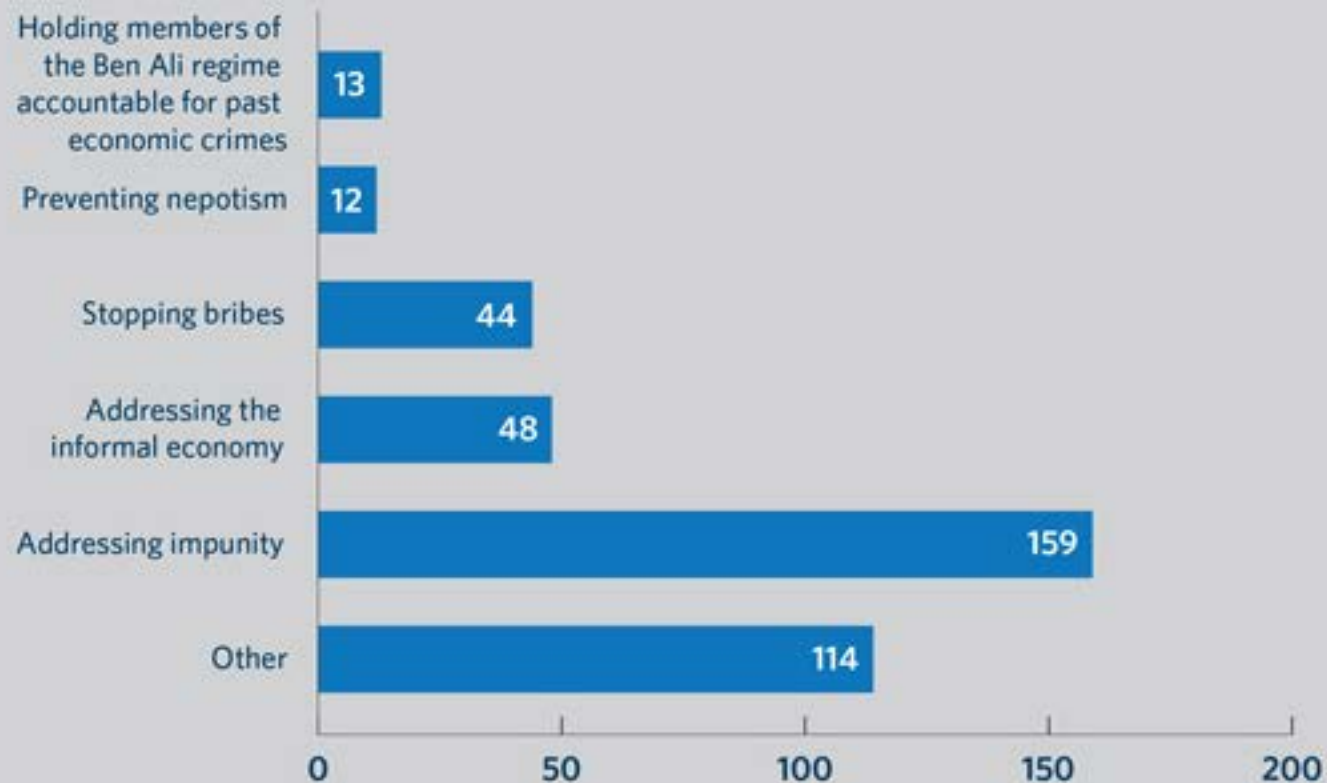
How often do you witness corrupt practices in your daily life?



Scale: 0 = not at all, 50 = sometimes, 100 = every day

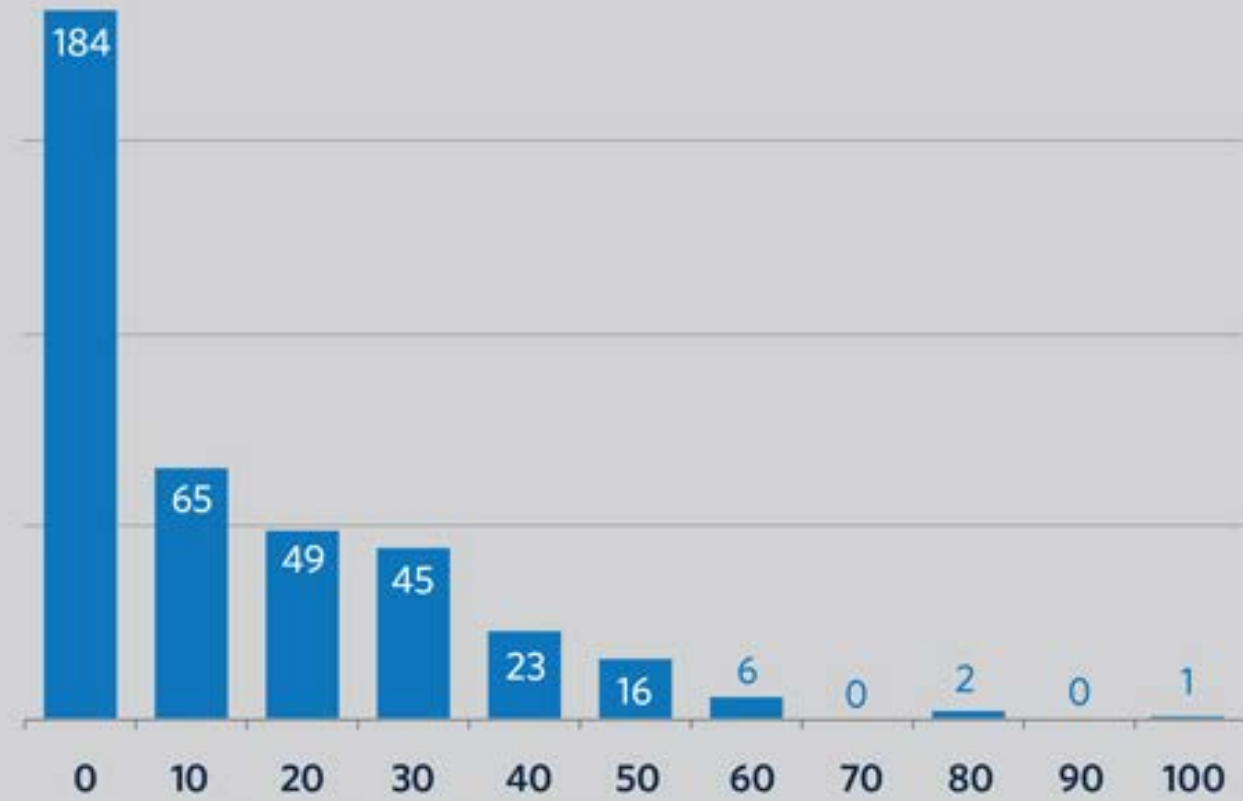
Note: Data from a Carnegie survey of 391 Tunisians, conducted between July and August 2017.

In your opinion, what should be the government's top priority in fighting corruption?



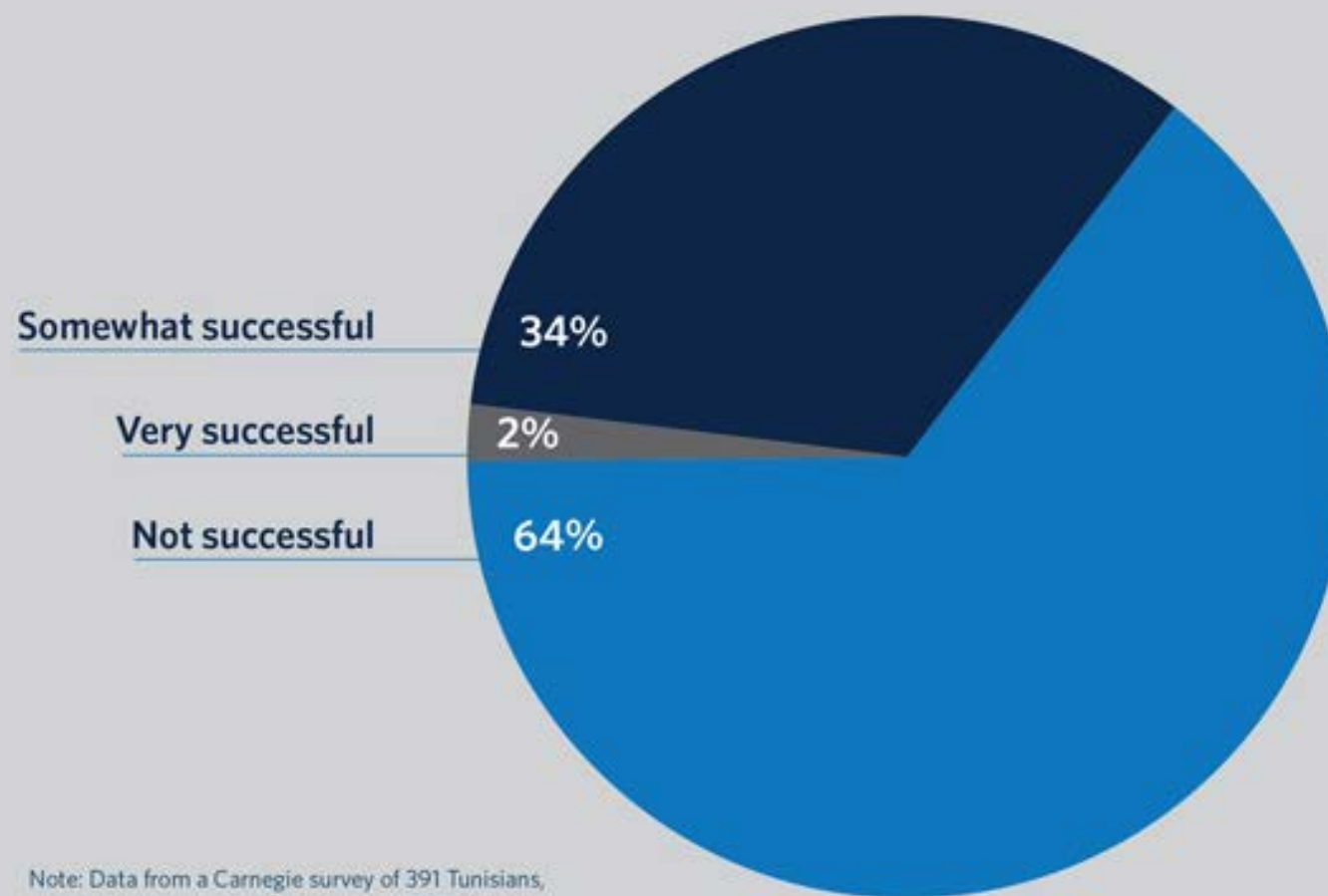
Note: Data from a Carnegie survey of 391 Tunisians, conducted between July and August 2017.

How successful has the current government been in fighting corruption?



Scale: 0 = not at all, 50 = somewhat, 100 = very

How successful do you think the government's "war on corruption" will be?



Note: Data from a Carnegie survey of 391 Tunisians, conducted between July and August 2017.

Corruption in PRC : Paths and Patterns

- What does corruption look like in post-revolutionary countries
- How to explain the increase of corruption ?
- Problem of perceptions

Corruption in PRC : Paths and Patterns

- **In dictatorship**
- Corruption is usually centrilised within the regime inner circle
- Dictators rule with fear and repression: Everything is under control, including corruption
- Have the monopoly of economy, politic, media andcorruption
- Corrupt people are known to a certain extent :protected or tolerated
- Being corrupt is a priviledge that dictators ditribute

Corruption in PRC : Paths and Patterns

- **In post-revolutionary period**
- The overthrow of dictatorship regime will lead to the dismantling of centralised powers and the emergence of a fragmented powers, (new forces and lobbies: media, trade union, political parties, terrorist fractions, smugglers, etc)
- Combined with low state capacity, due to absence or weak institutions (former institutions have no legitimacy : weak position)
- Institutions need time to redefine themselves to gain legitimacy :

Corruption in PRC : Paths and Petterns

- **Transitional period is very critical**
- Abuse of powers, more corruption opportunities, proportional to the numbers of new actors , forces (formal and informal): corruption is no longer a “**priviledge**”
- Risk for corruption to become endemic
- Grand corruption linked to government officials (procurment etc) may dimunish, but Petty corruption will flourish : Democratisation of corruption
- Emergence of new patterns corruption :
- Corruption nurtures social distrust towards governments and decision makers, social unrest



Impunity and Insecurity

Corruption in PRC : Paths and Patterns

- **New Forms of corruption**
- **Smuggling** and transboundary traffic is most dangerous : 2 reasons
 - 1—Marginalised people rely on smuggling for their livelihood
 - 2--Cracking it doing without providing sustainable alternative : further poverty and social unrest
 - 3—Tolerating smuggling of legal good will enable smugglers of illicit goods (weapons , drugs etc) to flourish



Terrorist groups

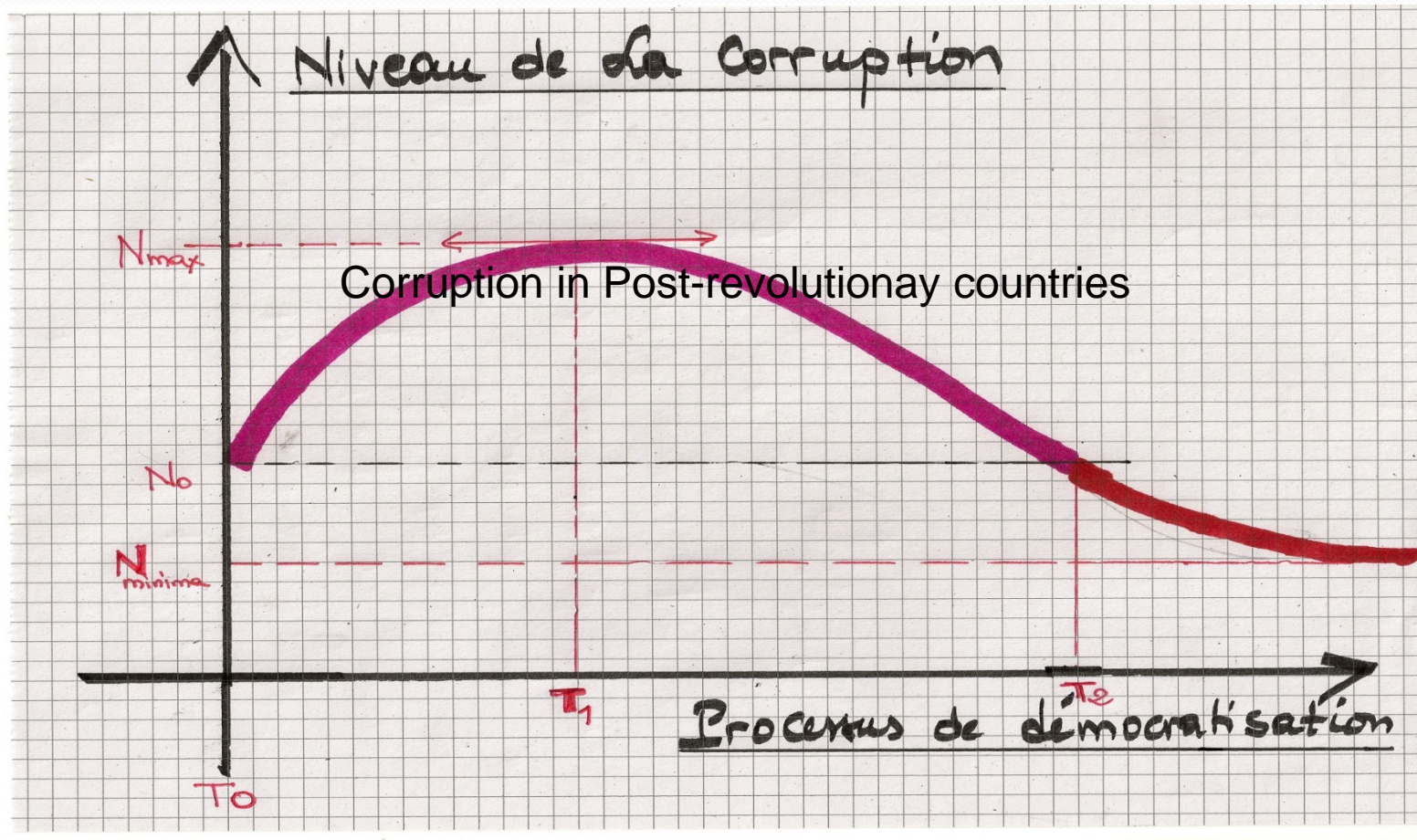
* **Corruption of political parties** : illicit funding

Corruption in PRC : Paths and Petterns

- Another factor which may have contributed to the rise of ranking: corruption is no longer a taboo, favourite subject
- Perceptions of corruption are consistently higher in PR and PC countries
- Major challenge is not to overthrow the dictatorship regime, but addressing corruption effeciently
- Transition is at risk and Transitional period may last longer : depending to internal forces and international assistance

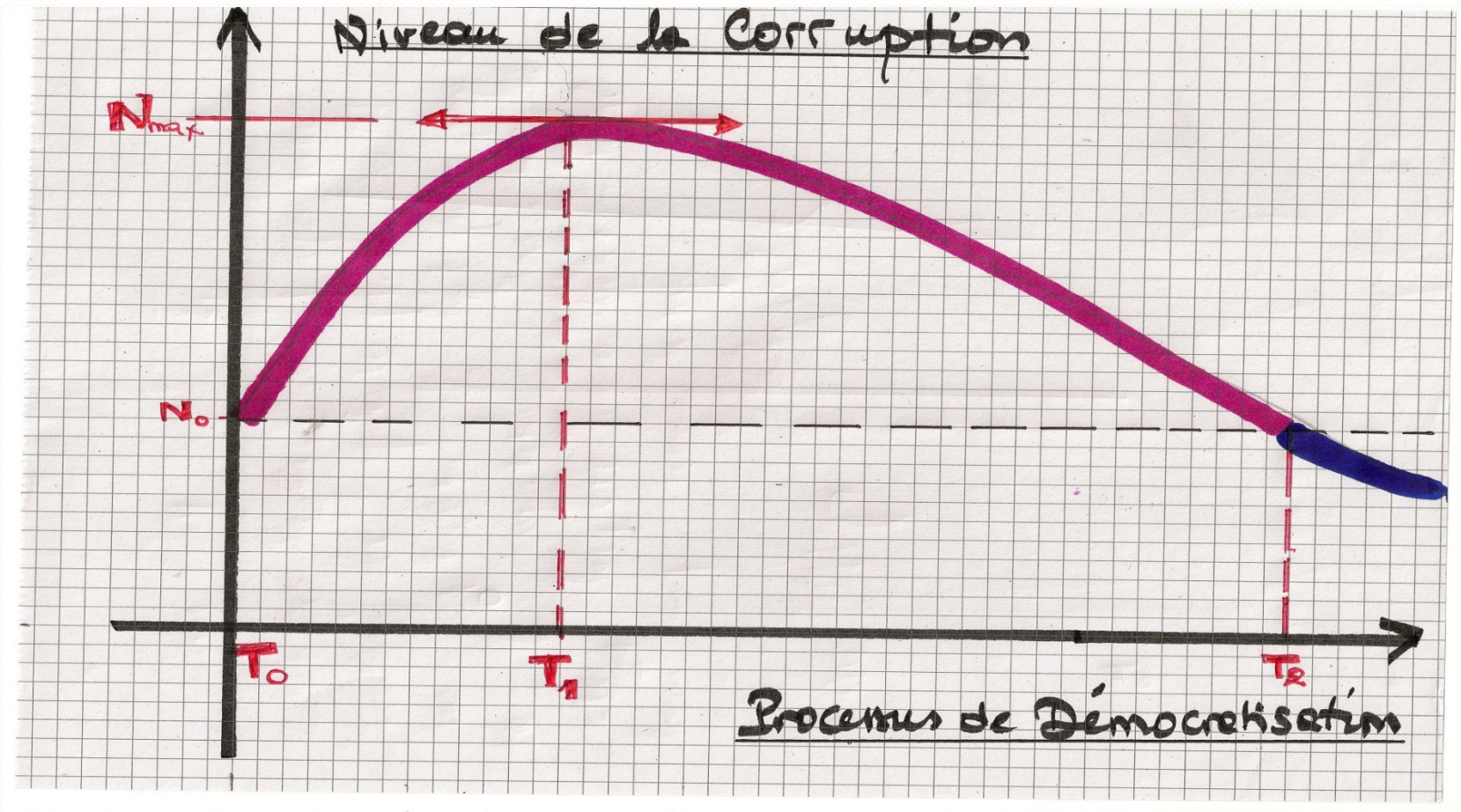
Corruption in PRC : Paths and Patterns

Scenario1 : the best



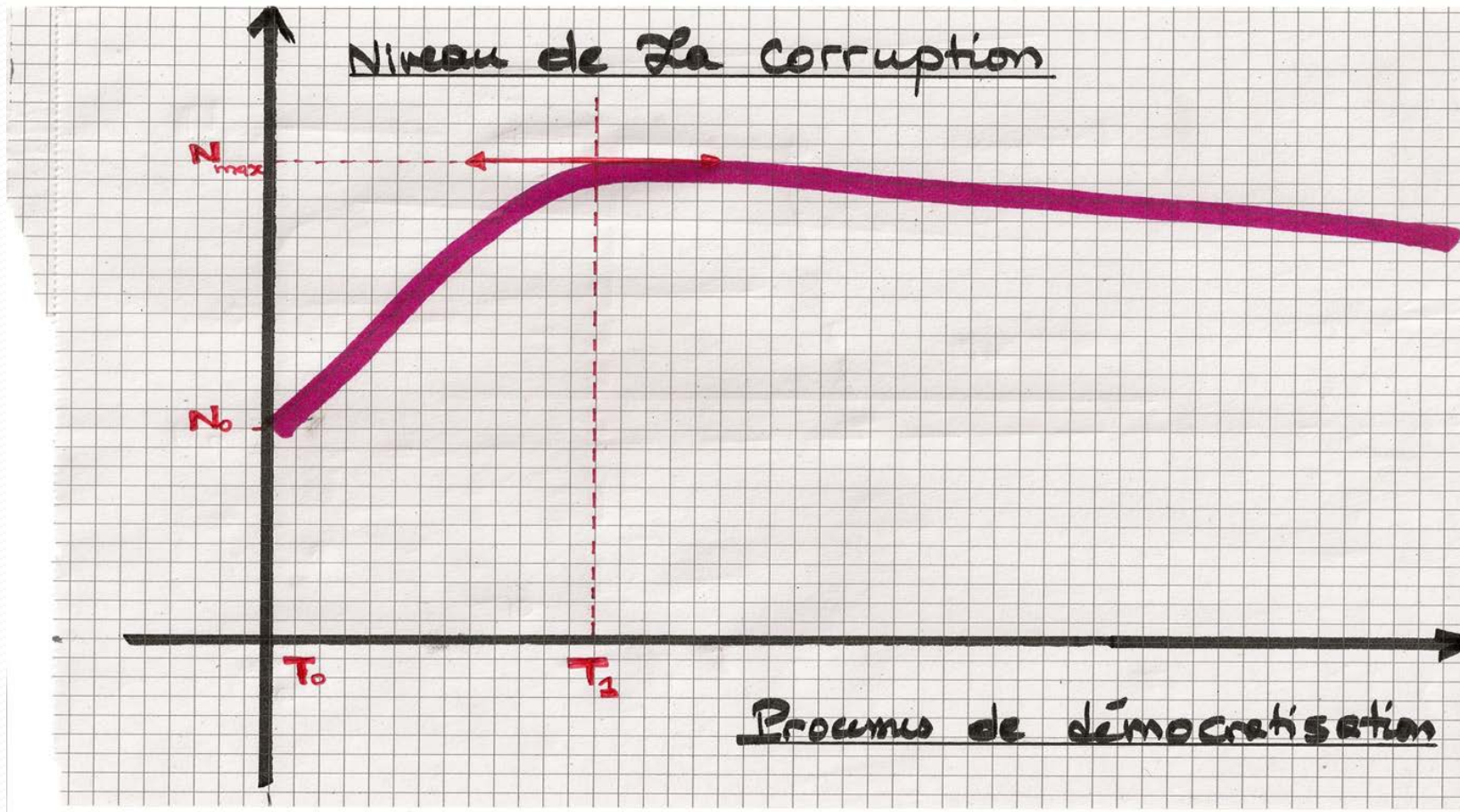
Corruption in PRC : Paths and Patterns

Scenario2 : good



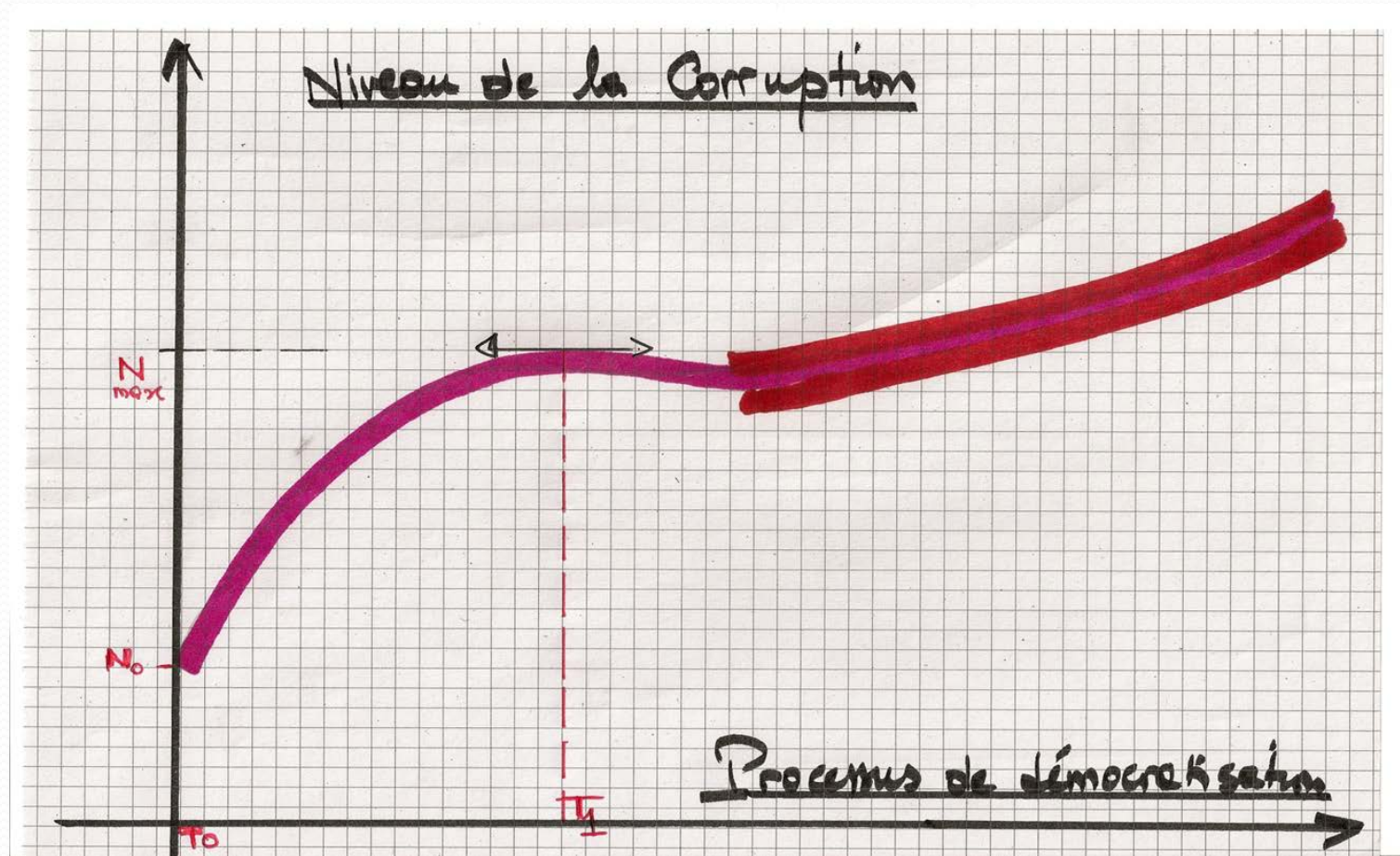
Corruption in PRC : Paths and Patterns

Scenario3: acceptable



Corruption in PRC : Paths and Patterns

Scenario 4: the worst





Thank you for your
Attention