



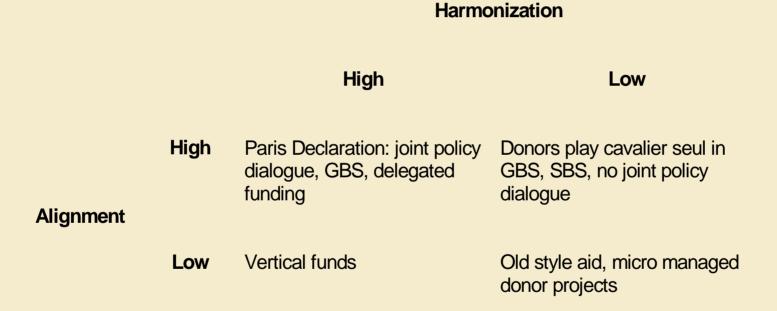
Paris Declaration: what if we get stuck in a perverse equilibrium?

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Harmonization and Alignment





What are the conditions for reaching the High A, High H optimum?

- Recipient government does not feel threathened by harmonized donorgroup
 - Biggest pay-off for patronage based systems: low harmonization and full alignment
- Donors address collective action problems, deal with visibility/identity issues, do not mind being
 - Pay-off is considerable if low harmonization and in process of alignment

Perverse equilibrium?



New policy dialogue: consensual conditionalities

- What about negotiated conditionalities?
- Do they violate ownership, partnership, results orientedness?
- And how should donors react to non-compliance of these negotiated conditionalities?
 - Softer (partnership, ownership...)?
 - Tougher (respecting the contract)?





Ideally Policy Dialogue

- In touch with an internal reform drive
- Sensitive to opportunities for change
- Can and must be tough at times