FVR PRINCIPLES OF GOOD AND EFFECTIVE GOVERNANCE

A Tribute delivered by Former Secretary of Finance Roberto F. de Ocampo, OBE In honor of the late President Fidel V. Ramos

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Shortly after I had ended my Cabinet tenure an interviewer asked me: "What is the key to being a successful Finance Secretary?" I quipped: "Choose the right Boss." Levity aside it was really the other way around as it was FVR who chose and put his trust in me and I will endlessly thank him for that life changing decision.

It is indeed a great honor for me to deliver this tribute to my then and always Boss, Pres. Fidel V. Ramos, a great man who ran for public elective office just once in his life and went on to be a great President. He did not achieve this by treading along the usual political path since he wasn't a politician, did not come from a political dynasty, had no geographical bailiwick and had to rely mainly on the public's memory of the lustre of his pivotal participation and steady hand in restoring democracy during the peaceful people power revolution and the inspired decision of Pres. Cory Aquino to support him rather than her own party's choice for the candidacy towards the Philippine Presidency. Nevertheless, he was arguably more prepared for the rigors and complexities of the Presidency than many who aspired for it successfully or otherwise.

He was one of literally a handful of Filipinos to be accepted to study at West Point, an academic and military institution second to none in the world and had honed his leadership skills on the battlefield and his administrative and management prowess as Chief of Staff of the Armed Forces, one of the country's largest organizational structures. This developed in him a world view that made him the soldier statesman he later became as leader of his country. This world view consisted first of all in an undying love of and faith in the Philippines for which he had often put his life on the line as a soldier. For him patriotism was neither just a concept nor slogan but a lived experience. There's nothing like facing gunfire and possible death in defense of his country and its democracy to ingrain in him the reality of the words "ang mamatay ng dahil sa iyo". Together with this there was imbued in him a strong desire arising from his faith in the Filipino to restore the Philippines to its place as the Pearl of the Orient before the country sadly descended from its perch and found itself worshipping other countries that were less advanced than it in

the past as its models of modernization and economic development. Thus as President he delighted in presenting himself as the country's premium "salesman/promoter", deliberately chose to do state visits to ASEAN countries first to emphasize the Philippines intrinsic positioning in and belonging to the region as well as to expand Philippine trade relations beyond its traditional dependence on the US and Japan, and skillfully promoted an independent foreign policy without attracting negativism from either the US or China. You may recall that China's Pres Jiang Zemin and US President Bill Clinton paid state visits to the Philippines during the FVR administration (Jiang Zemin even sang an Elvis song with FVR during the state dinner in his honor and Bill Clinton played Summertime on the saxophone during his). But perhaps the growing recognition of FVR on the global stage as a leader among leaders was stamped in the minds of the international community when the Philippines hosted the APEC leaders meeting (held in Subic) during which FVR introduced the idea of including the private sector as an intrinsic part of APEC. This was the birth of the APEC Business Advisory Council (ABAC) which transformed APEC from a gathering of political leaders to discuss geopolitics to an instrument of meaningful globalization with the private sector as an inexpendable part of the process of international trade, peace and mutually beneficial development. It also transformed FVR's reputation on the world stage as a brilliant leader and global visionary. The international reputation of FVR and the Philippines was further enhanced with the rapid resurgence of the Philippine economy under FVR's leadership to become a favored investment destination and a "tiger cub" economy. He continues to be the most respected Philippine President amongst the international community.

So many of the accomplishments of FVR were groundbreaking and game changing for the Philippines economy. These are too voluminous to relate such that it would take me seven days and not the seven minutes allotted to my tribute to go into details of even just a portion of them. I believe though that to more meaningfully appreciate his impact on the nation one must more deeply understand his decision making mindset which I would call The FVR Principles of Good and Effective Governance. To my mind these are as follows:

1. The role of government is more that of an enabler rather than provider to its citizenry. The government should endeavor to provide the economic framework, tools, policies, regulatory guidance, etc. the people can use as a springboard to realize their own welfare within a free and vibrant society. This, to FVR, is the true

meaning of people empowerment – the creation of opportunity rather than the doling out of political promises and allegedly "free" handouts that are more often than not actually funded by taxes. This puts into practice the old saying "Give a man a fish and he'll eat for a day; teach him to fish and he'll eat for a lifetime."

- 2. The private sector as the main engine of economic growth. This is a corollary to the principle above and the two together make up FVR's favorite economic growth analogy the BIBINGKA principle wherein fire from above and below the baking bibingka work in tandem to produce the desired outcome the fire above representing government inputs and that from below private sector initiative and the bibingka, the overall economy. Furthermore, the effort should also aspire to bake an even larger "bibingka" so that more can benefit from sharing even larger portions of it rather than ever smaller portions of a same sized bibingka. He applied this principle consistently. His privatization efforts were designed, as he put it, "to put the government out of the business of doing business." Thus the infrastructure/power shortage dilemma was solved via the introduction of much wider private sector participation via the Build, Operate and Transfer strategy and the efficiency of NCR water and sewerage systems were enhanced by privatization, to name a few examples.
- 3. The strategy to address the ages old problem of widespread poverty through poverty reduction rather than alleviation. His idea was not so much to promote programs and financial support packages to make poverty more tolerable for the poor but to make the poor unpoor and thereby grow a broader middle class as the foundation block of a strong economy and society, not to mention of discerning voters as well. Infrastructure building, easing of domestic and foreign investment parameters, programs to enhance job creation were elements of this principle.
- 4. <u>Deal with rather than complain about or diminish the democratic process</u>. He firmly believed that economic democracy was an indispensable partner, if not in fact a precedent to political democracy. The country had realized political democracy at EDSA but lack of economic progress kept the majority in the shackles of poverty even as the nation envied the progress of countries around it that had less political democracy but had become tiger economies. He made LEDAC an effective tool of national policy consensus by convening it weekly and providing a structured non-

political discussion agenda that made legislators focus on economic strategy for the country rather than political maneuvering. Even among cabinet secretaries he had this little room in Malacanang where cabinet members were convened by him to have bull sessions over confliting policy decisions. The officials were obliged to resolve whatever issue was being discussed by the time Ramos returned, with nary a morsel of merienda served.

- 5. <u>Leadership by example</u>. FVR worked relentlessly, harder than anyone, seemingly everywhere in his office, during meetings, in his car (which always had a fax machine, a stack of papers and news clippings), even over a round of golf. He had a penchant for calling up Cabinet members (like me) even at 5AM, having already gone through the day's news clippings, to discuss items he had read about. He worked purposefully though unlike the figurative gerbil on a treadmill and was absolutely organized. He introduced the system of barcoding documents for filing and ready reference in Malacanang. We simply had to keep up as best we could as his work ethic was a motivating factor in itself.
- 6. Teamwork Oriented Focus on Vision and Issues, not political positioning or dynasty building. All works circled back to the question: "What can one contribute to the realization of a far better Philippines from economic doormat to emerging tiger economy by the Year 2000?" Thus was born the Philippines 2000 battle cry and the formation of Team Philippines guided by initials PRT that he coined, meaning Perform Reform Transform via Teamwork rather than scattered individual efforts.
- 7. <u>CSW or Complete Staff Work</u> probably his most famous good governance principle which he often scribbled in red ink on a memo or proposal given to him that had not gone through the thorough vetting, research and due diligence process. He paid attention to and knew detail without micromanaging and was thus understandably impatient with the Filipino penchant for being adept at talk but not at walking the talk and having an "okay na", "pwede na yan" attitude.
- 8. Think out of the box. He practiced this as often as he could thus resulting in landmark achievements like the Comprehensive Tax Reform Program that relied on expanding the tax base by simplifying the system and reducing tax rates rather than creating more taxes at higher levels of taxation; the BIMP-EAGA that attained the

dual objectives of promoting peace in Mindanao via private sector initiative and economic development while expanding trade relations with neighboring predominantly Muslim nations; the aggrupation of provinces into larger and more economically viable development platforms (such as CALABARZON).

I could go on but clearly FVR's good governance approach was marked by deeds not words, by enabling the populace rather than issuing an endless stream of regulations to control every aspect of behavior, by prioritizing economic democracy and not political democracy alone for the Filipino people.

I am deeply saddened by his passing as he made me feel that I was particularly close to him. He discussed his pre-campaign plans and economic strategies confidentially with me before he launched his campaign, convened most of his pre inauguration meetings at DBP when I was still its Chairman, christened me "Tiger Bobby", often relied on me to be his golf partner, never failed to send a birthday greeting and even attended my 70th birthday celebration and the wedding reception of my children.

Pardon me then for being in a state of denial during the past year or so, hoping in my mind that he would live on and on. But now we come to this moment when he will indeed live on and on as his legacy of exceptional leadership and good governance will be a beacon of light for current and future political leaders to learn from and emulate and for generations to come that would hope to finally realize the dream of a first rate Philippines.