

# A study on the fundamental structural features of Panchayati Raj Institutions

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## Abstract

Panchayati Raj serves as a pivotal governance framework in democratic India, representing the most significant form of decentralized administration at the grassroots level. These institutions empower local communities by transferring decision-making authority to them, enabling active participation in their own development and self-governance. Understanding the structural and functional dimensions of Panchayati Raj Institutions is therefore essential. This paper aims to provide an in-depth insight into key decision-making processes within these institutions. It examines the structural framework of Panchayati Raj Institutions and outlines the types of functions performed across all three levels, highlighting their role in facilitating local governance and development.

Keywords: Decision-making, Panchayati Raj Institutions

#### Introduction

India is predominantly a rural country, with over 60% of its population residing in villages. In this context, Panchayati Raj (PR) plays a crucial role in rural development. These institutions are responsible authorities that significantly contribute to grassroots-level governance and development. Being highly decentralized, Panchayati Raj Institutions (PRIs) bring democratic authority closer to the people. Their close connection with local populations enables them to understand and respond effectively to local development needs. As primary pillars of rural governance, the decision-making processes within PRIs are critical. Strong, informed decision-making can enhance local governance, whereas weak decisions can undermine it.

This study focuses on the decision-making processes within PRIs, examining how decisions are made, the structure and functioning of these processes, problem-solving mechanisms for local communities, dispute resolution, and the roles of constituent bodies within these institutions.

#### Panchayati Raj Institutions

After independence, local governance, particularly in rural areas, regained significant attention. Grassroots local governance in India is embodied in the Panchayati Raj Institutions.

The modern Panchayati Raj system in India was formally initiated in 1992, though the concept of local self-governing village communities dates back to ancient times, with village sabhas acting as self-governing bodies. Between 1957 and 1986, various committees were formed to conceptualize and strengthen PRIs.

**Article 40** of the Directive Principles of State Policy (Part IV) states:

"The State shall take steps to organise Village Panchayats and endow them with such power and authority as may be necessary to enable them to function as units of self-government."

The Balwant Rai Mehta Committee (1957) was instrumental in recommending democratic decentralization at the local level and establishing the three-tier system—Village, Block, and District levels. Later, the 73rd Constitutional Amendment Act (1992), which came into force in April 1993, formally incorporated Panchayats into the Constitution (Part IX), standardizing the three-tier system across India. The Ashok Mehta Committee (1978) had also recommended democratic decentralization, though its recommendations were not fully implemented until the constitutional amendments of 1992.

# **Review of related literature**

The concept of Panchayati Raj is longstanding, with decision-making being a central function for local administrators. Several studies have explored these aspects:

- Pal, A. (2017) [3] examined the decision-making process at the grassroots level, focusing on governance indicators such as participation, rule of law, transparency, responsiveness, equity, inclusiveness, efficiency, and accountability. The study found that decision-making was heavily dominated by the Sarpanch, often deviating from the participatory spirit of Panchayati Raj.
- Dwivedi, R. (2015) [1] analyzed structural aspects of PRIs across five states, comparing elections, devolution of functions, women's representation, financial autonomy, audits, Gram Sabha meetings, and social audits. The study identified significant structural inefficiencies and emphasized the need for better legal frameworks, fund

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- devolution, audit mechanisms, and increased participation, especially for women.
- Ramachandran, P. (2004) [6] studied decision-making in selected Panchayats under the People's Planning Programme in Kerala. The Gram Sabha emerged as a critical institution for planning, prioritization, resource mobilization, beneficiary selection, and social audit. The study highlighted low public awareness about participatory decision-making.
- Reddy, G.R. (1970) [5] analysed decision-making at the Panchayat Samiti level, identifying various factors influencing local leaders and executive officers. The study outlined a five-stage decision-making process: initiation, fact-gathering, inspection, processing, and consultation/submission.
- Singh, H. (1994) [7] discussed the constitutional and structural foundations of Panchayati Raj. Based on the Balwant Rai Mehta Committee's recommendations, PRIs operate at three levels: Gram Panchayat (village), Panchayat Samiti (block), and Zila Parishad (district). The 73rd Amendment standardized the structure and ensured uniformity across India, strengthening the linkage between local leadership and government policy implementation.

# Research methodology Objectives of the study

- To examine the structure of Panchayati Raj Institutions (PRIs).
- To analyze the decision-making processes within PRIs.

## Scope and approach

- This study aims to develop a comprehensive understanding of the structure of PRIs in Haryana and provide insight into their functioning.
- ➤ The study is conceptual in nature, focusing on aspects of PRIs, particularly decision-making mechanisms at different levels.
- > To support this analysis, relevant research papers, annual reports of the Ministry of Panchayati Raj (Government of India), Local Government Directories, and other authoritative sources were consulted.

# Structure of the Panchayati Raj System

The Panchayati Raj system operates on a three-tier framework that existed even before the recommendations of the Balwant Rai Mehta Committee. While no strict governance rules were initially prescribed, the system allowed flexibility for local adaptation, enabling effective administration. This three-tier structure is a strong and empowered model designed to facilitate local development, streamline the division of functions, ensure systematic fund disbursement, and maintain transparency to minimize corruption.

The three tiers of Panchayati Raj Institutions are:

# 1. Zila Parishad (District Level):

- The highest body in the Panchayati Raj structure.
- Coordinates the activities of all Panchayat Samitis within the district.

 Composition includes the Chairpersons of Panchayat Samitis, Block Development Officers (BDOs), Members of Parliament (MPs), Members of Legislative Assembly (MLAs), and one representative from each cooperative society in the district.

#### Functions:

- ➤ Civic Facilities & Welfare Functions
- > Supervisory Functions
- Delegated Functions

# 2. Panchayat Samiti (Block Level):

- Acts as an intermediate body coordinating the activities of all Gram Panchayats within a block.
- Composition includes Sarpanches of the Gram Panchayats, BDOs, MPs, Members of Legislative Council (MLCs), and Chairpersons of Town Area Committees or Nagar Panchayats.

#### Functions:

- ➤ Civic Facilities & Welfare Functions
- Supervisory Functions
- Delegated Functions

# 3. Gram Panchayat (Village Level):

- The primary grassroots body of local self-governance.
- Members are elected by the Gram Sabha.
- Composition includes a Sarpanch (President) and Panch (Vice President).

#### Functions:

- ➤ Civic Facilities & Welfare Functions
- Developmental Functions
- Regulatory and General Administrative Functions
- Judicial Functions (Nyaya Panchayat)

# Decision-making aspects in Panchayati Raj Institutions

Decision-making is a fundamental aspect of the management process and lies at the heart of all organizational functions. The five primary management functions—planning, organizing, staffing, directing, and controlling—all require effective decision-making at every level, whether top, middle, or lower. Among these, planning is particularly dependent on decisions, as it involves determining what is to be done, how, and when. In fact, no function of an organization can be executed without making decisions, which highlights the critical importance of decision-making in any institution.

Effective decision-making enables institutions to solve problems, handle complex situations, and resolve conflicts between different levels of management or between stakeholders. Managers in any institution must constantly respond to a variety of internal and external challenges, including problems, opportunities, threats, and unforeseen issues, which makes decision-making the core of management. All management functions—planning, organizing, directing, staffing, and controlling—require selecting the best alternative from several options at the appropriate time. This process of choosing among alternatives is formally defined as decision-making.

# Beaker (1961) defines decision as:

"An act by which individuals undertake to perform one activity rather than another; in other words, it refers to a choice between alternative lines of action at some juncture where the choice is not predetermined but appears problematic to the decisionmaker."

MacFarland defines it as:

"A decision is an act of choice wherein an executive forms a conclusion about what must be done in a given situation. A decision represents a course of behavior chosen from a number of possible alternatives."

# **Decision-making across PRI tiers**

Panchayati Raj Institutions operate through three tiers—Zila Parishad, Panchayat Samiti, and Gram Panchayat. Each tier has specific functions, roles, responsibilities, and duties, which require decisions to be made in the course of performing their tasks. To fully understand the decision-making processes within PRIs, it is essential first to examine the functions and responsibilities assigned to each level. These functions guide the type and scope of decisions that local leaders and administrators must undertake, ranging from planning developmental projects to resolving local disputes and managing resources.

Panchayati Raj Institutions (PRIs) provide villagers with the opportunity to actively participate in governance and local development. They enable the implementation of various welfare and poverty alleviation programs at the grassroots level, benefiting both individuals and the wider community. The Panchayats have played a key role in deepening decentralized governance, promoting efficiency, transparency, and accountability of local bodies, and strengthening governance at the village level. The three-tier Panchayati Raj system was introduced to institutionalize self-governance and revitalize PRIs across the country.

# Conclusion

The Ministry of Panchayati Raj has continuously worked to regulate and strengthen the Panchayati Raj system at the local level, leading to notable improvements in grassroots governance nationwide. However, there remains a significant need for further enhancement of local governance. Awareness of rights and the importance of participatory decision-making is crucial for the effective implementation of structural policies. While some Sarpanches, representatives, and community members understand the participatory approach of decision-making in Gram Sabha, overall participation levels remain relatively low.

PRIs are the closest unit of decentralization for rural communities, and they play a vital role in promoting development, peace, and security. Panchayati Raj is fundamentally a system designed to achieve maximum welfare for the maximum number of people. Therefore, studying the decision-making processes of PRI managers and understanding the factors influencing these decisions is essential for improving governance and ensuring the effective functioning of these institutions.

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