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Indonesia's Democratic Transition: Playing by the Rules

R. William Liddle

Introduction

In a process that began in July 1997, Indonesians have created but not yet consolidated a democracy. The turning point or defining moment of the transition was 7 June 1999 election for Parliament (Dewan Perwakilan Rakyat, People's Representative Council), the first democratic general election in Indonesia in nearly half a century. Subsequently, on 21 and 22 October 1999 a new president and vice-president, Abdurrahman Wahid and Megawati Sukarnoputri, were elected by the 695-member People's Consultative Assembly (Majelis Permusyawaratan Rakyat), a body comprising 462 elected and 38 appointed members of parliament from the armed forces plus 130 indirectly elected regional delegates and 65 appointed representatives of a variety of social groups.

The presence of appointed Parliament and Assembly members, particularly the 38 armed forces' delegates, means according to most scholarly definitions that Indonesia is not yet a full democracy.¹ However, the genuinely democratic quality of the parliamentary election, in which 91 per cent of registered voters chose among 48 political parties after a well-publicized campaign free of authoritarian constraints (International Election Observation

¹ See, for example, Linz, Stepan, and Gunther (1995). In the Indonesian case, the regional delegates, five per province for each of the 26 provinces—excluding East Timor, which voted on 30 August 1999 for independence—qualify as democratically elected members of the Assembly. They were selected by members of the provincial legislatures, who had themselves just been chosen in a provincial election held at the same time as the national parliamentary election. Continuing a format established in the New Order period, voters were given three ballots, one each for parliament, their provincial legislature, and their district or municipal (*kabupaten* or *kotamadya*) legislature.

Mission 1999), together with almost complete acceptance of the rules of the presidential/vice-presidential selection process, indicate that the threshold from authoritarianism to democracy has been crossed.

The transition was marked by three successive moments of decision, crises, or challenges that were faced by elite actors, including civilian and military government officials plus party and societal leaders, that will be discussed in the third section of this chapter. These were: (1) the challenge to President Suharto's personal leadership created by the economic crisis that began in July 1997; (2) the regime legitimacy crisis following Suharto's resignation on 21 May 1998; and (3) the challenge to elect a president in the People's Consultative Assembly after the June 1999 general parliamentary election.

In 1997 the principal actors were President Suharto, top military officers, and the leaders of forces in society opposed to Suharto's military authoritarian New Order, which had then been in power for more than three decades. In 1998 the actors were B. J. Habibie, Suharto's vice-president who became president when Suharto stepped down, military officers, and leaders of the opposition forces that had just succeeded in overthrowing Suharto. In 1999 they were the leaders of the five electorally most successful political parties—three from the New Order, two newly created—and military officers.

The resolution of each of these crises had a positive impact, in the sense that Indonesia moved step by step toward democratization. Several factors undoubtedly played a role in resolving each of the crises and in determining the final democratic outcome. These included the democratic predisposition of many members of the elite—both inside and outside the government—and mass actors, the manifold weaknesses and tactical mistakes of Suharto, Habibie and their allies, and the actions of the United States and other foreign governments and international institutions.

In this chapter, however, I want to focus on just one exceptional factor: the acceptance of and use made by elite actors of the Constitution of 1945, which has been in effect since 1959 and was skilfully employed by both Presidents Sukarno and Suharto to structure and legitimize their authoritarian regimes. The current elite's use of the Constitution served two positive transition-related ends, one more or less consciously in the minds of many of the actors and the other an unintended outcome of their interaction within its procedural and institutional framework.

The conscious goal was manageability or reduction of uncertainty and fear through providing institutionalized 'mutual guarantees' to

1 government and opposition forces (Dahl 1971: 217–18). By main-
2 taining a set of familiar rules in a time of great turmoil, the contest-
3 ants for power could more easily predict and therefore respond
4 appropriately to each other's behaviour during the successive crises.
5 Staying within this frame also reassured players on both sides that
6 they would not be arrested or killed, as hundreds of thousands of
7 communists and communist sympathizers had been during the last
8 transition in 1965–6.

9 The unintended outcome was the heightened probability of a power-
10 ful democratic executive, that is, an elite and popular acceptance
11 of the presidency as the central governmental decision-making
12 institution plus sufficient political support for the newly elected
13 president to enable him or her to govern the country effectively. A
14 strong political centre is a necessity for a huge archipelagic country
15 as divided along as many lines—ethnic/regional, religious, and
16 social class—as is Indonesia.

17 The 1950–7 parliamentary system, the country's one previous
18 attempt at democracy, provided representation across virtually the
19 whole range of Indonesian political diversity, but was unable to cre-
20 ate a strong and stable centre. Prime ministers and cabinets rose
21 and fell at the rate of more than one a year during this period.
22 During 1959–65, President Sukarno's personalistic authoritarian
23 Guided Democracy promised but did not deliver a strong centre.
24 President Suharto's military authoritarian New Order regime, in
25 power from 1966 to 1998, was the mirror image of the parliamen-
26 tary democracy of the 1950s: a powerful and stable centre capable
27 of formulating and implementing policy but without democracy and
28 with only limited and controlled representation of group interests
29 outside the state.

30 In 1999, a new foundation for a strong but democratic centre may
31 have been laid. This was accomplished by a political elite acting
32 through the mechanism of indirect election of the president by the
33 Assembly, the great majority of whose members had been elected in
34 Indonesia's first genuinely democratic parliamentary election since
35 1955. This outcome increases the probability that the new govern-
36 ment will be relatively more democratic, effective, and stable than
37 its predecessors. It does not, however, by itself resolve several other
38 daunting challenges, including the threat of national disintegra-
39 tion, religious conflict, economic stagnation, official corruption, a
40 possibly resurgent military, and, ironically, the post-transition need
41 for constitutional reform.
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The Constitution of 1945 under Sukarno and Suharto

The Constitution of 1945 is the predecessor and successor to the democratic Constitution of 1950, under which Indonesia was governed as a parliamentary democracy for most of the 1950s.² The 1945 Constitution was written in the last few weeks of the 1942–5 Japanese occupation by the Preparatory Committee for Indonesian Independence, a Japanese-sponsored body consisting mostly of older Indonesian nationalist leaders who were also collaborators (Cribb and Brown 1995: 17–18, 47–9).

Though promulgated on 18 August 1945, one day after the declaration of independence, it was never fully implemented during the 1945–9 revolutionary period. Its original purpose was to provide Sukarno, Indonesia's pre-eminent nationalist leader and about-to-become first president, with sufficient authority and flexibility to defend the new nation-state against its enemies, particularly the returning Dutch colonial ruler. Within a few months, however, pressure from leftists and revolutionary youth groups forced its replacement by a *de facto* parliamentary system that constrained the powers of the president and allowed for more broadly-based power sharing.

Because of the haste with which it was composed, and the intention to create a strong presidency, the 1945 Constitution is incomplete and vague. There is no mention of how members of Parliament or the Assembly are to be chosen. The article on the Assembly says only that it 'shall consist of members of [Parliament] augmented by delegates from the regions and groups in accordance with regulations prescribed by statute'. Indeed, 17 articles or sub-articles out of a total of 65, including that on 'freedom of association and assembly, of expressing thoughts and of issuing writing and the like' say only that the subject 'will be prescribed by statute' (Department of Information, Republic of Indonesia n.d.).

The Constitution of 1950, modelled on the Netherlands' parliamentary constitution but with a president instead of a monarch as head of state, was intended to be temporary until a constitutional convention, elected in 1955, could write a new one.³ Despite the formal change, there was considerable continuity in practice between

² There was briefly a third constitution, that of the federal Republic of the United States of Indonesia, in force from December 1949 to August 1950. Nationalist leaders considered the federal state a Dutch imposition and dismantled it soon after the transfer of sovereignty.

³ On the politics of the 1950s, see Feith (1962).

1 the new constitution and the de facto arrangement that had evolved
2 after 1945. Parliamentarism, first de facto and then de jure, meant
3 a multi-party system, cabinet government under a prime minister,
4 and a ceremonial president.

5 In 1959, President Sukarno, with support from the armed forces,
6 unceremoniously dissolved the constitutional convention, whose
7 members had stalemated over the issue of whether Indonesia
8 should be an Islamic state, and decreed a return to the Constitution
9 of 1945. He argued that Indonesia needed a strong executive, democ-
10 racy with leadership or 'guided democracy' (*demokrasi terpimpin*),
11 to resolve deep conflicts of religion, ethnicity/regionalism, and social
12 class that had immobilized Parliament and the convention and
13 were threatening to break up the country (Feith 1963).

14 The 1945 Constitution does in fact place predominant authority
15 in the hands of the president, who is elected for a five-year term by
16 the Assembly and is eligible for re-election. Although the president
17 must obtain the agreement of Parliament to proposed legislation, he
18 or she is not responsible to that body as is a prime minister in a par-
19 liamentary system. The president, again with the agreement of
20 Parliament, 'declares war, makes peace, and concludes treaties'.
21 The president has the sole right to appoint ministers, who are not
22 responsible to Parliament, and 'holds the highest authority over
23 the Army, the Navy, and the Air Force.' He or she also appoints
24 diplomatic representatives, grants titles, decorations, amnesty, and
25 restoration of rights, and may declare a state of emergency
26 (Department of Information, Republic of Indonesia n.d.).

27 A contemporary official *penjelasan* (explication or elucidation) of
28 the Constitution stresses at some length, and in a defensive or
29 apologetic tone, that the president is not all-powerful but is instead
30 checked by Parliament and the Assembly and even by his or her
31 own ministers. Parliament cannot be dissolved by the president. Its
32 members are all concurrently members of the Assembly, which
33 'exercises in full the sovereignty of the people'. All laws, including
34 the annual state budget, must be approved by Parliament. While
35 the president has the right to make government regulations on an
36 emergency basis, these must be approved by Parliament at its next
37 session. Ministers are 'not ordinary high-ranking civil servants . . .
38 [but rather] Leaders of the State' (Department of Information,
39 Republic of Indonesia n.d.).

40 Whatever the intention of the framers, the use to which Sukarno
41 put the 1945 Constitution was as a scaffold for constructing a regime
42 of personal authoritarianism. In fact, Sukarno did not succeed in
43 becoming a full-fledged dictator. For the six years in which he ruled

under the 1945 Constitution, 1959–65, he was dependent for political support first on the national armed forces leadership and then on the Communist Party. The generals' backing was crucial for dissolving the constitutional convention and for combating regional rebels in the late 1950s; in the 1960s the Communist Party mobilized the masses in support of Sukarno's campaigns against continued Dutch control of the western half of the island of New Guinea—subsequently called Irian Jaya by the victorious Indonesians and in January 2000 renamed Papua—and against the formation of Malaysia out of the former British colonies of Malaya, Singapore, Sabah, and Sarawak.

Under General Suharto, who took power in March 1966, many things changed, but not the way in which the Constitution was used.⁴ The armed forces, dominated by the army, became the principal base of political power in Suharto's authoritarian New Order regime, which was at its peak of monolithic, hierarchical control from the mid-1970s to the mid-1990s. Sukarno was deposed and the Communist Party was banned. Other parties were shunted to the margins and ultimately forced to fuse into two new parties, the Partai Demokrasi Indonesia (PDI, Indonesian Democracy Party) for Muslim syncretists, secularists, and non-Muslims and the Partai Persatuan Pembangunan (PPP, Development Unity Party) for modernist and traditionalist Muslims.⁵

⁴ On the political structure of the New Order, see Liddle (1996, esp. Ch. 1).

⁵ Eighty-six per cent of Indonesia's 210 million people are Sunni Muslims; there are no Syi'a. They are divided politically into modernists, traditionalists, Javanese syncretists, and secularists. Modernists, a new group in the early twentieth century with roots in the Middle Eastern reformism of Mohammad Abduh, look directly to the Qur'an for their understanding of their religious obligations. Sociologically they tend to be urban traders, professionals such as school teachers, or—increasingly today—civil servants. Traditionalist Muslims adhere to the classical Syafi'i school of Qur'anic jurisprudence. They have tended historically to be small farmers or rural landlords, although today younger traditionalists can be found everywhere in urban middle-class Indonesia. For hundreds of years a majority of ethnic Javanese, who make up about half of the total population and live mainly in the eastern two-thirds of the island of Java, have been syncretists, mixing ancient animistic and Hindu beliefs and practices with Muslim ones. There is evidence that for the last half-century or so the syncretists have been becoming more orthodox, either as traditionalists or modernists. Finally, the tiny group of urbane secularists tend to be better educated and to live in Jakarta and a few other large cities.

Politically, modernists tend to see themselves as the only true Muslims and regard both traditionalists and syncretists as misguided or weak Muslims. In the 1955 parliamentary election, Indonesia's only genuinely democratic election before 1999, they supported the Masyumi political party, which received 21% of the vote and favoured an Islamic state. Traditionalists, especially on Java, are mostly affiliated with the social and educational organization Nahdlatul Ulama (NU), the

1 A tightly controlled general election was held every five years.
2 A new corporatist-style state party, Golkar (Golongan Karya,
3 Functional Groups), backed by the civilian bureaucracy and the
4 military establishment, won more than 60 per cent of the vote in
5 each of the six New Order elections. Suharto became a friend, both
6 politically and economically, of the West and Japan, and Indonesia
7 enjoyed an East Asian-style growth rate of over 6 per cent a year for
8 nearly three decades.

9 The legitimacy of Suharto's New Order rested on many claimed
10 achievements. These included saving the country from communism,
11 developing the economy, providing stability against separatists and
12 enemies—in the president's vocabulary—of the left (underground
13 communists), right (militant Muslims) and centre (supporters of
14 representative democracy), and—not least—upholding the 1945
15 Constitution.

16 The Constitution provided an institutional and procedural frame-
17 work for Suharto's highly centralized and personal style of rule. At
18 the same time it linked him to the almost sacred 1945–9 revolution
19 for independence, when he had been a second-echelon player as a
20 young army officer, and even to the deposed Sukarno as national
21 founding father and restorer of the Constitution. Sacralization of
22 the Constitution itself began under Sukarno in the 1960s, and was
23 deepened by Suharto, who required all school children to learn his
24 version of national history.

25 Under Suharto, the Assembly met every five years as required
26 by the constitution to choose the president and vice-president and
27 'set the broad outlines of state policy' for the coming term. The
28 elected Parliament met annually, again as specified in the
29 Constitution, to pass the budget and other bills sent to it by
30 the government. Under Sukarno, a poorly organized authoritarian
31 and an economic illiterate, the government had operated for the
32 most part without a formal budget and a general election for
33 Parliament had never been held. Government policies, especially
34 those relating to the 'development trilogy' of growth, equality,
35 and stability, were also typically justified in terms of their fidelity
36

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38 Awakening of the Traditional Religious Teachers/Scholars). In 1955 NU was also a
39 political party that received 18% of the vote. Its leaders were lukewarm toward the
40 Islamic state idea. Javanese syncretists are fearful of political Islam, especially as
41 represented by the modernists. In 1955 they divided their vote between Partai
42 Nasional Indonesia (PNI, Indonesian National Party), at 23% the largest party in
43 the country, and Partai Komunis Indonesia (PKI, Indonesian Communist Party),
the fourth largest party with 16%.

to the Constitution, especially to the famous Five Principles (*Pancasila*) articulated in its preamble.⁶

For most of the New Order period, public discussion of constitutional change was taboo, outside the 'national consensus' on rules of the game imposed by the regime. Most educated Indonesians seemed to recognize that pro-government propagandists made the Constitution mean whatever Suharto wanted it to mean. At the same time they appeared to accord legitimacy, even revolutionary sacredness, to the document itself. Only a few brave souls, such as the human rights lawyer Adnan Buyung Nasution, a perennial thorn in Suharto's side, dared to suggest that the emperor had no clothes. Writing in 1992, he argued that the 1945 Constitution should be seen as 'provisional, as a constitution not yet complete, with clear defects' (Nasution 1992: 432).

With the growing challenge to Suharto's power beginning in early 1998, support for the Constitution deteriorated rapidly. Nasution's fringe view became the norm. Many pro-democracy politicians and commentators pointed to the Constitution's weaknesses, including its lack of a bill of rights, its failure to specify general elections as the means for choosing members of Parliament and the Assembly, the odd relationship between Parliament and the Assembly as a kind of super-Parliament or permanent constitutional assembly consisting in part of members of Parliament,⁷ and the excessive and unchecked power given to the president. Most foreign observers and consultants agreed with these criticisms.

Among Indonesian elite actors a new consensus quickly emerged that only the preamble to the Constitution, which contains a statement of the most basic national values, including Pancasila, must be preserved intact. Everything else could in principle be replaced. No serious attempt was made, however, by the pro-democracy political

⁶ The principles were conceived by Sukarno in June 1945, before the declaration of independence on August 17 at the end of the Pacific War, as a way of resolving ideological tensions among Indonesian nationalists, especially between proponents of a secular and of an Islamic state. They are, as inscribed in the preamble to the 1945 Constitution: 'Belief in the One, Supreme God, just and civilized Humanity, the unity of Indonesia, and democracy which is guided by the inner wisdom in the unanimity arising out of deliberation amongst representatives, meanwhile creating a condition of social justice for the whole of the People of Indonesia.' The formulation of the first principle, monotheism but no Islamic law, was a compromise designed to keep both pious Muslims and others in the polity.

⁷ The origins of this arrangement were apparently in the Dutch colonial Volksraad (People's Council), a quasi-legislative body like the Assembly 'whose day to day business was handled by a smaller representative College of Delegates' like the Parliament (Cribb and Brown 1995: 49, n. 2).

1 elite either to amend or to replace the Constitution. Instead, as I
2 have asserted above and will document in the next section, it became
3 the institutional and procedural framework within which the transi-
4 tion took place.

7 *Three Moments of Decision: 1997, 1998, and 1999*

9 *1997*

10 The first moment of decision was the challenge to Suharto's leader-
11 ship and ultimately to the political role of the armed forces, the
12 organizational core of the New Order regime, produced by the East
13 Asian economic crisis of 1997. The fall of the rupiah against the dol-
14 lar and other foreign currencies, beginning slowly in July, was seri-
15 ous enough by October to bring an International Monetary Fund
16 (IMF) team to Jakarta to offer President Suharto's government a
17 package of economic assistance in return for policy reforms.

18 To Indonesia watchers, specifically to New Order watchers, this
19 was a familiar scenario (Liddle 1991). Since the mid-1960s, when he
20 took power in the midst of a massive political and economic crisis,
21 Suharto had repeatedly faced and overcome economic crises, usu-
22 ally with the assistance of international financial institutions and
23 foreign governments. Some of the crises were of his and his cronies'
24 own making, like the \$10 billion unpayable debt incurred by the
25 national petroleum company Pertamina in the early 1970s.

26 Others were a consequence of openness to foreign commodity mar-
27 kets, such as the collapse of the world oil price in the early 1980s at
28 a time when more than half of Indonesia's foreign exchange earnings
29 and budgetary revenues were derived from the sale of petroleum
30 products. In each instance, after some initial hesitation, Suharto lis-
31 tened to the advice of foreign bankers, economists, governments, and
32 his own economic advisers—professional economists mostly trained
33 in the United States—and implemented required reforms.

34 The result was political longevity, because Suharto's personal
35 legitimacy and that of his regime were heavily dependent upon suc-
36 cessful economic development. Development meant a high growth
37 rate, based upon selling to foreign markets, which created the
38 wealth that could be distributed to individuals and groups whose
39 support he sought.

40 Rice farmers, agricultural labourers, urban consumers of sub-
41 sidized petroleum and foodstuffs, traders who used the new roads
42 and bridges constructed by the government, children across the
43

archipelago for whom schools and universities were built, all had reason to be grateful to the Father of Development, a title bestowed mid-career on Suharto by the People's Consultative Assembly. So did most business people, who could operate in a predictable market, and civil servants and military personnel, who enjoyed steady employment and rising incomes. Top bureaucrats and armed forces' officers, the most loyal and valuable regime supporters, were given many additional opportunities to enrich themselves at the expense of the state and domestic or foreign business.

In 1997, however, Suharto was unable to repeat his earlier successes in overcoming economic crises. He signed agreements with the IMF in October 1997 and again in January 1998, but failed to implement them to the satisfaction either of economists or the international currency market. For several months, while the economy continued to erode, he toyed with the idea of creating a currency board, promoted by his daughter Tutut, a prominent businesswoman, but opposed by most knowledgeable professionals at home and abroad.

By March 1998 Suharto's economic performance-based legitimacy had vanished. The rupiah was trading at more than Rp. 10,000 to the US dollar compared with Rp. 2,400 in July 1997; most banks and many modern sector businesses were technically insolvent if not actually shut down; millions of people had lost their jobs; inflation was running at an annual rate of 150 per cent; and there were shortages of basic commodities, including medical supplies as well as foodstuffs and common household items.

Despite the gravity of the economic situation, it was by no means clear even as late as March that the president would soon step down. The legitimacy of the New Order, and of Suharto's personal leadership, was heavily but not entirely dependent on economic performance. Over many decades Suharto had carefully constructed a set of institutions and procedures, based on the 1945 Constitution, designed to provide democratic legitimacy for his regime. A parliamentary election—the last of the New Order, as it turned out—had been held in May 1997, producing a massive Golkar victory. Golkar received 74 per cent of the vote, while the Muslim PPP won 23 per cent and the syncretist, secular, plus non-Muslim PDI only 3 per cent.⁸

⁸ PDI had received 15% in the 1992 election, and had been expected to increase its vote as the premier party of the opposition in 1997. But PDI voters left in droves after President Suharto's forced expulsion in 1996 of PDI national chair Megawati Sukarnoputri.

1 The 1997 parliamentary election was the first event in a standard
2 sequence, repeated six times over the course of the New Order, that
3 culminated in a session of the People's Consultative Assembly in
4 March 1998, at the point when the economy had reached its nadir.
5 Suharto gave his quinquennial 'accountability' speech, accounting
6 for his implementation of the 'broad outlines of state policy' adopted
7 by the last Assembly session in March 1993.⁹ Suharto and his
8 choice for vice-president, B. J. Habibie, were elected by acclamation
9 for the 1998–2003 term, and the new 'broad outlines' were also
10 passed without debate. In accepting the new term, Suharto said
11 pointedly that he expected to be back in March 2003 to make his
12 next accountability speech.

13 Although the New Order at its peak had been accorded consider-
14 able legitimacy both in economic performance and in democratic
15 terms, it was in the final analysis a military authoritarian regime,
16 dependent upon the willingness of its armed forces' leaders, headed
17 by General (retired) Suharto, to use coercion against its opponents.
18 The regime was born in an anti-communist pogrom that resulted in
19 at least half a million deaths and the incarceration for decades of
20 tens of thousands of leftists (Cribb 1990). On many occasions there-
21 after Muslim, student, and other protesters were arrested and
22 jailed, after unfair trials, for long periods. An urban crime wave in
23 the 1980s was countered by special army units who tracked down
24 and killed, vigilante-style, several thousand criminals.

25 From the mid-1990s religious- and ethnic-based violence esca-
26 lated in many parts of the country, and so did the use of armed
27 forces' repression as the principal means of resolving conflict
28 (Liddle 1997). In 1996, Suharto's army forcibly ousted Megawati
29

30 ⁹ Article 3 of the 1945 Constitution states that the Assembly 'shall determine the
31 Constitution and the guidelines of the policy of the State'. The official explication
32 adds that 'the President must execute the policy of the State according to the guide-
33 lines which have been determined by the [Assembly]. The President, who is
34 appointed by the [Assembly], is subordinate to and responsible to the [Assembly].
35 He is the "mandatary" of the [Assembly], he is obliged to execute the decisions of the
36 [Assembly]'. In March 1967, President Sukarno was called to account, under Article
37 3, to the Assembly for his stewardship as president by the Suharto forces, who were
38 already in de facto control of the government. His speech was rejected by an
39 Assembly whose pro-Sukarno members had been expelled and replaced with
40 Suharto supporters. Suharto was elected president by the Assembly in March 1968,
41 and subsequently gave accountability speeches to the Assembly in March of 1973,
42 1978, 1983, 1988, 1993, and 1998. Parliamentary elections were held in 1971, 1977,
43 1982, 1987, and 1997. The 500 elected members of Parliament constituted half of
the 1,000 members of the New Order era Assembly. The other 500 members were
appointed from the regions and social groups in processes tightly controlled by
Suharto himself.

Sukarnoputri from her position as national chair of PDI, to which she had been elected in 1993. The party's national headquarters in Jakarta was stormed by soldiers in mufti, resulting in several deaths and producing a counter-reaction in the form of rioting and looting in central Jakarta that lasted for several days. The 1997 parliamentary election campaign was also marked by considerable local-level violence among contestants that necessarily brought in the security forces, both police and army.

In 1997 and early 1998, after the economic crisis began, student demonstrators at dozens of universities across the country were met initially with a combination of negotiation and force. As the demonstrations escalated, however, force became the principal response. Several student activists were kidnapped and tortured, and some were apparently killed—that is, they had not reappeared by the end of 1999—by army special forces. The shooting—probably by police—of unarmed students in Jakarta precipitated the worst mass rioting in modern Indonesian history. During three terrible days, 13–15 May, hundreds of buildings burned and more than a thousand people were killed in the capital.

For most of the period I have been describing, from July 1997 to May 1998, the opposition did not have strong leaders. Activist student organizations proliferated, mostly along religious lines between self-consciously Islamic groups, themselves divided into modernist and traditional camps, and all others, including Javanist or syncretist Muslims, secularists, Christians, Hindu Balinese, and other non-Muslim religious groups.¹⁰ These organizations did not throw up new leaders; their members instead deliberately chose to act collectively so that individual leaders would not be co-opted by the government as had frequently happened in the past.

Senior opposition figures also did not play prominent roles at this stage in the transition. PDI's Megawati Sukarnoputri, the main hope for anti-Suharto leadership since 1993 among most non-Muslim groups and even among many traditionalist Muslims, did virtually nothing to hasten or otherwise help effect Suharto's departure. At the time other PDI leaders offered a variety of rationalizations for her behaviour, but she seems in retrospect to have had neither a goal nor a plan of action.¹¹ Abdurrahman Wahid, the head of Nahdlatul Ulama (NU), with more than 30 million claimed members the largest traditional Muslim organization in Indonesia, was

¹⁰ See n. 5 for a discussion of different kinds of Indonesian Muslims.

¹¹ Interviews, Kwik Kian Gie, PDI leader, August 1998; Sabam Sirait, PDI leader, August 1999.

1 incapacitated with a stroke in January 1998 and did not recover suf-
2 ficiently to play a major role until well after Suharto's resignation.

3 The one partial exception to the general rule was Amien Rais,
4 head of Muhammadiyah, with more than 20 million claimed mem-
5 bers the largest organization of modernist Muslims in Indonesia,
6 and a professor of international relations at Gadjah Mada
7 University in Yogyakarta.¹² Amien had been an irritant to Suharto
8 since his rise to national prominence in the early 1990s. He called
9 earlier and more loudly than any other national politician for genu-
10 ine democratization—prior to the 1997 parliamentary election—
11 and for Suharto to step down—between the election and the
12 Assembly session of March 1998. During the last weeks of Suharto's
13 presidency he was the most prominent elite amplifier of the stu-
14 dents' demand that Suharto resign. At the very end, however, as the
15 conflict escalated nearly out of control, Amien shifted gear, per-
16 suading the students to call off a major anti-Suharto demonstration
17 that would almost certainly have led to great bloodshed.

18 At this point in the transition, adhering to or opposing the 1945
19 Constitution was not on the agenda of the students or of the oppo-
20 sition leaders. Their first and in most cases only priority was forc-
21 ing Suharto to resign. Some of the more radical student leaders also
22 called for Habibie to resign, the armed forces to go back to the bar-
23 racks, and a revolutionary committee or triumvirate of opposition
24 leaders to take power temporarily until elections could be held. Few
25 members of the governing or opposition elite supported these
26 demands.

27 Suharto resigned on 21 May 1998 in a brief ceremony at the pres-
28 idential palace. He was succeeded by Vice-President Habibie, who
29 had served as vice-president for a little more than two months.
30 Armed Forces Commander General Wiranto, a former Suharto
31 adjutant, like Habibie newly appointed to his post, participated in
32 the ceremony. Wiranto appealed to the nation to support the new
33 president and added that 'the armed forces will continue to protect
34 the safety and honor of former presidents, including Father Suharto
35 and his family' (*Kompas* 1998: 5).

36 In terms of the 1945 Constitution, this event set a pattern for the
37 subsequent moments of decision to be discussed below. To foreign
38 and domestic detractors concerned about a possible succession cri-
39 sis, President Suharto had claimed repeatedly that there would be
40

41 ¹² Amien has an M.A. from the University of Notre Dame and a Ph.D. from the
42 University of Chicago, where he wrote a dissertation on the Egyptian Islamic
43 Brotherhood.

no crisis because Article 8 of the 1945 Constitution provided for an orderly succession.¹³ In his resignation speech he referred explicitly to the constitutional procedure. General Wiranto, as leader of the armed forces, also underlined that his institution was acting within the Constitution by accepting Suharto's resignation and Habibie's accession.

Before we move on to the second moment of decision, it is important to point out that neither President Suharto nor General Wiranto had to act as he did on 21 May. Suharto, perhaps for the first time befuddled by age—he was 76 on 6 June 1997—wavered and vacillated for months and either allowed or ordered the kidnapping of activist students by army special forces officers allied with his son-in-law, Lieutenant General Prabowo Subianto, commander of the army's strategic reserve. After the riots of 13–15 May, Suharto is reported to have seriously considered declaring martial law.

General Wiranto's actions throughout this period suggest that he saw himself and the armed forces as implementers of President Suharto's policies, not as independent decision-makers. In a confidential interview, an assistant to General Wiranto stated unambiguously that 'if the president had declared martial law, we would have implemented his command'.¹⁴ On the other hand, the armed forces have since the 1950s regarded themselves as the saviours of the country, which implies an independent role. The same assistant admitted that he had asked General Wiranto, two days before Suharto resigned, if the armed forces should prevent a Habibie presidency.¹⁵ Wiranto answered no, 'as I hoped he would', but the very fact that the question was asked suggests that the generals believed that they had options.

1998

After 21 May, President Habibie continued to act within the framework of the 1945 Constitution while making new choices designed

¹³ 'Should the President die, cease from executing or be unable to execute his duties during his term of office, his office shall be taken by the Vice-President until the expiry of that term.'

¹⁴ Confidential interview, Jakarta, July 1998.

¹⁵ Habibie was generally disliked by officers largely because strategic industries such as munitions, aircraft manufacturing, and ship repair, that had once been sources of armed forces patronage, were given by Suharto to Habibie when he served as minister of research and industry from the 1970s to the 1990s. For this reason it was widely believed for many years that the armed forces would never accept a Habibie presidency.

1 to keep himself in power.¹⁶ Opposition groups, now beginning to
2 move on to centre stage after decades in the wings, responded posi-
3 tively to Habibie's initiatives because they accorded with their own
4 goals and offered hope of taking power and of democratization by
5 peaceful means. The armed forces, still under the leadership of
6 General Wiranto, reacted passively, allowing Habibie to set the pol-
7 icy and political agenda as long as he stayed, in their lights, within
8 the Constitution.

9 Habibie began as an extremely weak president, disliked person-
10 ally and disdained politically by nearly every important group in
11 Indonesian society, including significant elements of his own Golkar
12 party. He inherited a regime whose strength and stability had
13 depended primarily upon its economic development success and its
14 capacity to coerce its opponents with armed force. Moreover, the
15 New Order had been led since its inception by its founder, who had
16 seemed to grow in political strength over the decades until cumula-
17 tive familism and cronyism and finally old age took their toll. In the
18 1990s Habibie had managed, with Suharto's help, to build a polit-
19 ical base among modernist Muslims within the state bureaucracy,
20 but had not been able to turn this base into a major personal power
21 resource.

22 Perhaps because he recognized that his initial position was so
23 weak, Habibie almost immediately announced two surprising ini-
24 tiatives: he declared his full acceptance of IMF discipline; and he
25 promised genuinely democratic elections within a year. Moreover,
26 he backed up his words with deeds. In the economy, for example, he
27 continued the appointment of the incumbent coordinating minister
28 for the economy, an old political enemy but one of the few Suharto
29 officials trusted by the IMF at the time, and enlisted the services of
30 the most respected Indonesian economists as his policy advisers.

31 In the polity, he directly freed the press and the party system by
32 stating that his government would not ban publications or prohibit
33 the formation of new parties as Suharto had done. He also promised
34 to implement a four-step process that was procedurally within the
35 frame of the 1945 Constitution, and thus familiar to all elite play-
36 ers, but substantively new in that it would be genuinely instead of
37 cosmetically democratic. The four steps were: calling a special ses-
38 sion of the Assembly at the end of 1998 to set a new date for parlia-
39 mentary and regional elections; passage by Parliament, sometime
40 in early 1999, of new laws to enable free and fair elections and
41 open party competition; holding elections in the middle of 1999; and
42

43 ¹⁶ For more detailed analysis of this period, see Liddle (1999).

calling a regular session of the Assembly at the end of 1999 to elect a new president and vice-president.

Habibie's economic policy initiative was surprising because for a quarter century, as state enterprise head and Suharto's research and technology tsar, he had been a principal opponent of the economists who guided the government's macroeconomic policy. 'They are the brake and I am the gas', he often claimed in the 1970s and 1980s. In the 1990s he began to portray the economists' pro-market approach as the policy of the past and his own state protectionism as the policy of the future. Politically, Habibie had never given any indication as minister or vice-president that he favoured genuine democratization. 'In politics, Suharto is my professor', he had said many times, perhaps sycophantically but also indicating that he genuinely approved of the regime that Suharto had created and in which he had prospered.

Habibie's economic and political rebirth was the direct result of a calculation that with these initiatives he had a chance to stay in power at least until the promised regular session of the Assembly at the end of 1999 and perhaps, if he played his cards well, for a five-year term after that. Radical student groups and even a few senior elite politicians were arguing on a variety of grounds, including the unsuitability of the 1945 Constitution as an instrument of democratization, that Habibie should step down immediately. All opposition forces wanted genuinely democratic elections as soon as possible.

By framing his elections offer within the Constitution, Habibie was staking the claim that his own succession from the vice-presidency to the presidency was legitimate. He should therefore be given at least a year and a half until elections and an Assembly session could be held. If by that time he could claim a double success—democratization plus restoring economic growth—then he might be able to secure his own five-year term. Restoring growth would of course require persuading the Sino-Indonesian and foreign investors who had fled in 1997–8 to return. Acceptance of the IMF's reform package, Habibie's other major policy initiative, was, he believed, the key to achieving this goal.

Habibie's calculation was accurate, at least in terms of achieving his short-term goal of staying in office until democratic elections and an Assembly session to elect a new president and vice-president could be held. The mainstream opposition accepted his offer and shifted its focus from overthrowing Habibie through street politics to rewriting the election and related laws and then mobilizing for the elections. The opposition included Megawati's PDI, now called PDI-P

1 (Partai Demokrasi Indonesia-Perjuangan, Indonesian Democracy
2 Party-Struggle) to differentiate it from the Suharto-era PDI, which
3 still had legal possession of party offices but little mass support, and
4 PPP, the government-approved Muslim party of the New Order, plus
5 dozens of new parties.

6 The most important of the new parties were: Partai Kebangkitan
7 Bangsa (PKB, National Awakening Party), created by Abdurrahman
8 Wahid as the official party of the traditional Muslim organization NU
9 but in principle open to all Indonesian citizens; and Partai Amanat
10 Nasional (PAN, National Message Party), founded by Amien Rais,
11 the head of the modernist organization Muhammadiyah, but with
12 explicitly nationalist and populist rather than religious goals. Many
13 nationally prominent non-Muslim intellectuals, political activists,
14 and non-governmental organization leaders joined PAN, although its
15 mass base was largely provided by Muhammadiyah. On the Islamic
16 right, modernists founded several other parties, two of which gained
17 modest support: Partai Bulan Bintang (PBB, Moon and Star Party);
18 and Partai Keadilan (PK, Justice Party).

19 General Wiranto's armed forces were minor players throughout
20 the election period. Initially, however, their actions were a cause of
21 some concern to democratizers. After accepting the legitimacy of the
22 Habibie succession, they then helped Habibie and his national
23 Golkar chair, Akbar Tanjung, to gain control of the party organiza-
24 tion by applying pressure to provincial-level party officials, many of
25 them retired officers, in a crucial party congress in July 1998.
26 Habibie in turn allowed Wiranto to consolidate his personal control
27 over the armed forces through a series of changes in key personnel,
28 a process that had already begun with the reassignment in late May
29 of Suharto's son-in-law Lieutenant General Prabowo Subianto and
30 several of his allies.

31 The intervention in Golkar was reminiscent of the New Order,
32 when Suharto repeatedly ordered the high command or individual
33 officers to interfere in the internal affairs of parties—as, most spec-
34 tacularly, with Megawati's PDI in 1996—and social organizations of
35 all kinds, from churches and Muslim organizations to youth and
36 women's groups, labour unions, and sports associations. The milit-
37 ary had been active in each of the six New Order elections when its
38 territorial command structure, which reaches—in principle, but not
39 always in practice—into every village in the country, was mobilized
40 together with the civilian government bureaucracy to persuade or
41 pressure voters to choose Golkar.

42 Despite initial fears, however, the armed forces stayed out of
43 the 1999 election, except perhaps in some remote areas where old

habits are hardest to change. Habibie's and Wiranto's instructions to the territorial commanders and their subordinates in the districts, subdistricts, and villages not to support any party were clear. This included the former state party Golkar, which was now billing itself modestly as just one party, albeit the party with the greatest governmental experience, in a multiparty system. The new party leaders, foreign and domestic poll watchers, and newly unchained journalists made sure that the policy was enforced. At the local level, many individual officers felt relieved that they no longer had to side with one political group against others.

The armed forces' principal political effort between the Golkar intervention in July 1998 and the parliamentary and regional elections in June 1999 had a more narrow focus. It was directed to ensuring that they would retain some representation in the new Parliament and Assembly. For most of the Suharto years the military held 100 appointed seats, of a total of 500, in Parliament, and were given a small number of additional seats in the 1,000-member Assembly: 500 members of Parliament plus 500 additional appointed members, most from the provinces. Suharto, for reasons he never made clear, had reduced their representation in the 1992–7 Parliament to 75.

In the post-Suharto era, most civilian politicians want in principle to end armed forces representation entirely, in Parliament if not in the Assembly. In practice, however, many argue that in the short run it might be better to have the still politically powerful military inside the reformers' tent rather than outside it. In 1998, the armed forces proposed a reduction to 55, and finally accepted a figure of 38, but with the apparent understanding that the 2004–9 Parliament will consist entirely of elected representatives.

What accounts for the low-key, almost diffident, political behaviour of the armed forces in 1998–9? The question is particularly puzzling when we recall that they have accumulated since the 1950s political, economic, and status interests that are now threatened by civilianization and democratization. For three decades under the leadership of Suharto they claimed a permanent right to intervene—the so-called 'twin-functions' doctrine—and exercised this right on many occasions up to the mid-1990s.

Perhaps the most accurate proximate answer is that when Suharto resigned on 21 May 1998 General Wiranto and other senior generals chose to adhere to the 1945 Constitution, as they understand that document, and have seen no reason to change course since then. On 21 May they were faced with a simple question: should they accept a transfer of power from Suharto to Habibie?

1 They answered 'yes', explaining their choice to others and partly to
2 themselves on constitutional grounds. Subsequent political deci-
3 sions have flowed naturally from this initial choice and been justi-
4 fied in the same way.

5 Behind the proximate answer are of course several factors shap-
6 ing the initial decision to accept the Habibie presidency. One is the
7 political inexperience of Wiranto's generation of officers, none of
8 whom was given significant opportunities to make decisions on
9 their own as long as Suharto was in power (Said 1998). While the
10 armed forces were certainly the main base of Suharto's support,
11 they were also the instrument of his power. In the 1990s, no indi-
12 vidual officer was given much room to manoeuvre either inside the
13 military or in its relations with society. When faced with Suharto's
14 departure, they were confused, unsure of what to do next.

15 Second, today's officers are more sensitive to international opin-
16 ion than were their predecessors as recently as the 1980s. During
17 the cold war, many sins of Third World authoritarians—like the
18 murder of hundreds of thousands of Communists in Indonesia in
19 1965–6 or Suharto's 1975 invasion of Portuguese East Timor—were
20 overlooked by First World governments, but this is no longer the
21 case. In part, too, it is the result of globalization, especially the rev-
22 olution in telecommunications, which has made it much more diffi-
23 cult for governments to hide their misdeeds.

24 In the Indonesian case, the turning point in sensitivity came in
25 November 1991 when Indonesian troops massacred more than 200
26 student protesters in Dili, East Timor (Asia Watch 1991).
27 International reporting of this event—British television cameras
28 and American reporters happened to be on the scene—led to the
29 creation of a military honour commission and to trials of several
30 lower-ranking officers. The impact of this trauma can be seen in the
31 subsequent reluctance of the military to use excessive force in the
32 many outbreaks of local-level violence that began in the mid-1990s
33 and continued through the transition.¹⁷ Officers today are also
34

35 ¹⁷ A powerful counter example, however, is the brutal treatment of pro-
36 independence East Timorese in 1999, which was not stopped by the outside world
37 until well after the independence referendum on August 30. For a careful analysis,
38 see Col. (ret.) John B. Haseman (1999). General Wiranto and other high-ranking
39 officers deny mobilizing the anti-independence East Timor militia groups, who were
40 responsible for much of the violence, but United States and Australian government
41 officials claim to have clear evidence that they did. It is also not clear to what extent
42 President Habibie knew and/or approved of the officers' actions. The principal
43 explanation offered for the lack of sensitivity to international opinion of the
Indonesian armed forces in this instance is that they had too much at stake, in two
senses. First, the top brass feared that letting East Timor become independent

aware of the worldwide trend to democratization and the difficulties that a military government would face in convincing Sino-Indonesian and foreign business to reinvest in the Indonesian economy.¹⁸

The combination of leadership inexperience and sensitivity to international political and economic opinion has made Wiranto and his fellow generals timid and conservative political actors who have swallowed whole much of Suharto's and their own political rhetoric. Suharto the master politician sacralized the 1945 Constitution partly for his personal political interests, but his words can be heard expressed much more straightforwardly and naively by his former adjutants and palace guard commanders. Similarly, the belief that one military coup will inevitably beget others has long been an unexamined cliché among officers, and almost certainly influenced their actions in the last days of Suharto. As these officers acquire more political experience, this behaviour may change, but so far it has not.

1999

The principals in the final moment of decision were the leaders of the five parties with the largest number of seats in the Assembly plus the armed forces high command and Assembly delegation members. The focus of their political activity was the election of a president and vice-president by the Assembly, as specified in the 1945 Constitution. All of the actors, even those whose interests might have dictated otherwise, agreed that the Assembly process was legitimate. The party leaders—particularly Abdurrahman Wahid of PKB, Amien Rais of PAN, and Akbar Tanjung of Golkar—played the most important role in determining the outcome, which

might start a chain reaction that would end in national disintegration. Second, many individual officers, including senior officers in Jakarta, had served long tours in East Timor. They therefore had personal ties there and an emotional commitment to keeping the region part of Indonesia. General Wiranto himself referred publicly to this problem in explaining his difficulties in controlling the militia after 30 August. It is also true that what happens in East Timor is not of great concern to most Indonesians, for whom it is a small, distant, and backward region. Because its population is almost entirely Catholic, many Indonesian Muslims care even less about what happens there. The officers may have therefore felt freer to act autonomously in East Timor than in Jakarta, where an attempt to influence the parliamentary election in the old New Order way would have ignited a fire storm of popular protest.

¹⁸ For the current views of armed forces reformers, see Wirahadikusumah (1999).

1 was the selection of Abdurrahman as president, Megawati as vice-
2 president, Amien as chair of the Assembly, and Akbar as chair of
3 Parliament for the 1999–2004 term. The armed forces officers' goals
4 were again modest: they did not try to shape the outcome but rather
5 merely to ensure that when final votes were cast for each of the key
6 positions they were on the winning side.

7 This decision period began with the successful conclusion of the
8 parliamentary and regional elections on 7 June. Five large and
9 medium-sized parties emerged from the elections as significant
10 players in democratic Indonesia: PDI-P, with 34 per cent of the
11 national vote and 153 seats in Parliament; Golkar, 22 per cent and
12 120 seats; PKB, 12 per cent and 51 seats; PPP, 10 per cent and 58
13 seats; and PAN, with 7 per cent of the vote and 34 seats. PBB
14 received 2 per cent and 13 seats and PK 1 per cent and 6 seats.
15 Fourteen additional parties won at least one seat each for a total of
16 21. The armed forces were given 38 seats, for a grand total of 500.¹⁹
17 Because of discrepancies in the proportion of population to seats
18 among provinces, which constituted electoral districts, Golkar and
19 PPP received slightly more seats and PDI-P and PKB slightly fewer
20 than would have been the case if the whole country had been a single
21 district.

22 The percentage of seats held by each party in the Assembly, which
23 elected the president and vice-president, was similar to the distribu-
24 tion in Parliament, except that Golkar became relatively stronger.
25 The 195 additional Assembly seats were occupied by 130 regional
26 delegates—five per province times 26 provinces—and 65 represen-
27 tatives of a range of social groups, as mandated by the Constitution.
28 The regional delegates were picked by the newly elected members
29 of the provincial legislatures, and followed the distribution by party
30 of the provincial vote. This gave an advantage to Golkar, whose vote
31 was more widely distributed in the less populous provinces outside
32 Java than that of other parties. Golkar won 62 of the 130 seats allot-
33 ted to regional delegates.

34 The non-partisan group representatives were picked by the
35 General Election Commission (Komisi Pemilihan Umum), compris-
36 ing mostly delegates of the parties plus a few government represen-
37 tatives chosen for their autonomy. In the end, the group delegation
38 was also reported to have a Golkar bias, largely due to the corpor-
39 atist pattern of interest representation in the New Order rather
40 than to deliberate government or Commission policy. From the mid-
41 1960s to the late 1990s, most prominent social organizations were
42

43 ¹⁹ Data from National Democratic Institute (1999).

either created by the government, forced to affiliate with Golkar, or had their leaders approved by the government.

Why did all of the players so readily accept the Assembly process as the frame for the post-election continuation of their struggle for power? Several could have claimed with some justification that a different system, either straight parliamentary or presidential, would have been fairer. For example, Abdurrahman's PKB, because of its concentration of voters in east and central Java, received fewer Parliament and Assembly seats per vote than any other party. Because of its better distribution, PPP, with only 10 per cent of the vote, won 58 seats in Parliament while PKB, with 12 per cent, won only 51.

All of the parties could have claimed that Golkar had an unfair advantage due both to characteristics of the electoral system, especially its greater strength in less populous districts, and to the legacy of the New Order. In addition to the corporatism described above, Golkar was widely believed to have superior access to financial resources, including Sino-Indonesian business interests, state enterprise profits, and political slush funds once controlled by Suharto and other prominent New Order figures. The major concern of both players and observers for much of the period between June and October was that Habibie's group in Golkar would buy enough Assembly votes to win the presidency.²⁰

Megawati's PDI-P was the most obviously disadvantaged of the major parties by the Assembly process, but raised no objections either before or after the October session. It was the clear parliamentary election winner, with a vote margin 12 per cent above Golkar, its nearest competitor. Megawati expected to be the next president, an outcome also fervently desired by many millions of Indonesians who had voted for her.²¹ 'The president should be the candidate of the party that won the election', became her and the PDI-P's mantra between June and October. In a straight popular election, or one based on districts and municipalities rather than

²⁰ A bank scandal involving close associates of President Habibie, including the Golkar treasurer, who were alleged to have skimmed about \$80 million from a central bank loan repayment to a private bank convinced observers that they were right to be concerned. The IMF froze its relations with Indonesia until after the Assembly session in October, which probably ended whatever chance Habibie had had to be elected. Habibie was also widely condemned at home for his January 1999 decision to allow the East Timorese to choose independence.

²¹ A nationwide survey of nearly 2,500 citizens conducted one month after the elections asked respondents if they had a favourite party leader. The 1,694 who said 'yes' were further asked: 'Which of the party leaders do you like most?' By far the largest percentage, 38%, chose Megawati (Liddle and Mujani 2000).

1 provinces as the electoral units, she almost certainly would have
2 won the presidency outright. To win in the Assembly, however, she
3 had to put together a coalition of several parties, which required the
4 use of negotiating skills that, as it turned out, were a scarce
5 resource in PDI-P.

6 Prior commitment to a planned and familiar course of events was
7 perhaps the most important reason why all the principals, includ-
8 ing the military, accepted the Assembly process of electing the pres-
9 ident and vice-president. This was after all the last stage in the
10 four-stage process that Habibie had offered shortly after becoming
11 president more than a year before, and that they had accepted at
12 that time. All parties had been able to make their calculations at
13 each stage, with the stages yet to come clear in their minds because
14 they had experienced the Suharto version of these same events
15 many times before.

16 With the exception of Megawati, who naively expected to the end
17 to become president simply because her party had won the parlia-
18 mentary election, all of the leaders seem to have worked out fairly
19 complex strategies well before the Assembly session. These strate-
20 gies, like the more general commitment to the Assembly process
21 and to the 1945 Constitution, relied heavily on precedent, on mak-
22 ing use of old procedures and institutions for new purposes.

23 For example, it was realized early on by anti-Habibie politicians
24 that if Habibie could be required to deliver an accountability
25 speech, as Suharto had done at each New Order Assembly session,
26 there was a good chance that a majority of the Assembly would vote
27 to reject his stewardship of the previous year. The precedent they
28 had in mind was the Sukarno accountability speech staged by
29 Suharto 32 years earlier.²² In that event, Habibie would have to
30 withdraw from the presidential election, which is in fact what hap-
31 pened.

32 A second reason why the principal players, again with the possi-
33 ble and partial exception of Megawati and other PDI-P leaders,
34 accepted the discipline of the Assembly process so readily in this
35 third moment of decision was that from the beginning of the transi-
36 tion they had seen their commitment to the institutions and proce-
37 dures of the 1945 Constitution as temporary and provisional. They
38 were pragmatic politicians who saw the 1945 Constitution not as
39 sacral, as both Sukarno and Suharto had done, but as a human
40 creation containing flaws that needed correction. But they made
41 a conscious decision to postpone consideration of those flaws and
42

43 ²² Confidential interviews, national Golkar leaders, August 1999.

corrections to the post-transition period, after the Constitution had served as a bridge between the authoritarian past and the democratic future. I will return to the implications of this strategic decision in the conclusion.

Finally, it is in watching the unfolding of this third moment of decision that one can see most clearly the positive impact of the 1945 Constitution in producing a heightened probability of a powerful democratic executive. The five major, two minor, and 14 tiny parties represented in the Assembly, plus the armed forces, were required by the rules of the game to produce a majority of at least 348 votes to choose a president to serve for a five-year term. They did so, electing Abdurrahman president by a vote of 373 to 313 for Megawati, the only other candidate.

President Abdurrahman moved quickly to take up the reins of power, choosing his vice-president, appointing his cabinet, and setting out a bold domestic and foreign policy agenda. If he was in some respects reminiscent of Suharto at his confident peak in the 1970s and 1980s, this time it was a democratic Suharto, with the uncoerced, authentic support of a majority of the members of the Assembly, themselves chosen—except for the armed forces and group members—in a democratic general election.

Of course there is a downside to Abdurrahman's government, the possibility of immobilism or fragmentation because his net has been cast so broad. His presidential bid was supported by the large majority of Golkar, PPP, PKB, PAN, PBB, PK, and tiny party members, plus the armed forces delegation. To win those votes, as he frankly admitted soon afterwards, he made promises of cabinet seats. Megawati's acceptance of the vice-presidency meant that his governing coalition expanded to include virtually the whole of the Assembly. His cabinet formation team—General Wiranto (armed forces), Megawati (PDI-P), Akbar Tanjung (Golkar), Amien Rais (PAN), and himself (PKB)—reflected that diversity. So did the actual cabinet, which contains representatives of all seven major and minor parties and the military, and is also balanced in terms of religion and region.

Optimists dubbed the cabinet, following the New Order practice of naming each new cabinet, the Kabinet Persatuan Nasional (National Unity Cabinet) while pessimistic observers wondered if there was a policy centre and how long the government could hold together. Indeed, within weeks a PPP cabinet member, the coordinating minister for social welfare, was forced to resign under a cloud of accusations of corruption. His party then threatened to withdraw its 58 seats from the coalition and form a shadow government.

1 The Abdurrahman government is likely to fare better, however,
2 than the parliamentary governments of the 1950s, the last time
3 Indonesia was a democracy. One reason for this is formal-
4 institutional, that is, that the 1945 Constitution is more like a pres-
5 idential system than it is like a parliamentary one. Simply put, the
6 president and vice-president, and the chairs of Parliament and the
7 Assembly as well, were elected for five year terms, 1999–2004.

8 Of course it is also true that a determined Assembly majority
9 could at any time demand an accountability speech from the presid-
10 ent. Article 7 of the Constitution says that ‘The President and Vice-
11 President shall hold office for a term of five years and shall be
12 eligible for reelection’. The official explication, however, adds that if
13 Parliament ‘considers that the President has in fact transgressed
14 against the policy of the State determined by the Constitution or by
15 [the Assembly] . . . [the Assembly] can be called for a special sitting
16 to ask the President to account for his responsibility’.

17 A second reason to expect the Abdurrahman government to
18 endure is more political. Between June and October 1999, the party
19 leaders of democratic Indonesia—with the military playing only a
20 passive role—following the rules of the constitutional game, forged
21 a governing coalition. At the outset, each party had goals and pri-
22 orities and something of a plan for achieving them. In the ensuing
23 struggle for power, some of each party’s goals were achieved, some
24 were not, and still others emerged out of the negotiating process.
25 The result—the Abdurrahman government, together with the inde-
26 pendently elected leadership of Parliament and the Assembly—is of
27 course a human creation and thus subject to change. But it has
28 already undergone a tempering process, a working out of relative
29 positions and relations among its key constituent members, that
30 now constitutes a source of internal unity and a political resource in
31 meeting the challenges ahead.

32 33 34 *Challenges to Consolidation*

35
36 The positive role played by the 1945 Constitution in Indonesia’s
37 democratic transition is an extraordinary irony of history, a striking
38 instance of the way in which authoritarian institutions and ideolo-
39 gies can be turned against politicians who have spent decades fash-
40 ioning them as instruments of autocratic power. But, in a further
41 irony, it now looms as a major obstacle to democratic consolidation.

42 The new power holders—President Abdurrahman Wahid,
43 Assembly Chair Amien Rais, and Parliament Chair Akbar Tanjung

in particular—appear to believe that for Indonesia to become a full democracy the Constitution must be substantially amended, if not virtually replaced. In other words, they believe that they no longer have the luxury of ‘muddling through’ with incremental or ‘strategic’ changes to a well-established framework of rules, to borrow the terminology of Charles E. Lindblom.²³

Indonesia’s new leaders have in fact already embarked on the course of large-scale or ‘synoptic’ constitutional reform. An Assembly session to approve a package of major constitutional changes, probably including direct election of the president and a shift to single-member parliamentary districts, is scheduled for late 2000. Early evidence from the debate suggests that few Indonesians have a clear understanding of the relationship between these proposed changes and their possibly negative impact on democracy, political stability, and national unity.²⁴

There are several reasons for this, including the country’s lack of experience with alternative democratic institutions and procedures, the leaders’ own diverse political interests and lack of cause-and-effect knowledge, and deficiencies in democratization theory. The

²³ Lindblom and Braybrooke (1963) elaborate a distinction between two methods of policy-making—strategic and synoptic—that is similar to the contrast I am drawing between the behaviour of Indonesian politicians during (strategic) and after (synoptic) the transition. Strategic policy-making is incremental, trial and error, based on incomplete analysis, makes use of rules of thumb and habitual responses, and is concerned more with making an advance than solving a problem. Synoptic policy-making has larger aspirations, is concerned with developing broad-gauge analytical tools and identifying and solving problems ‘correctly’. The two methods derive from a more fundamental distinction between two models of human intellectual capacity, one which stresses fallibility and the other competence. See also Lindblom (1977).

²⁴ In the event, increasing conflict between the President on the one hand and the Parliament and Assembly on the other overshadowed the 2000 Assembly session, which did not tackle the large questions of direct election of the president and a shift to single-member parliamentary districts. By June 2001 the Assembly was preparing to meet in two months to demand that the president account for actions alleged to be in violation of the broad outline of state policy passed by the Assembly in October 1999. Most observers expected that he would be dismissed from office and replaced by Vice-President Megawati. These developments could be interpreted to argue that the presidency as a governmental institution is now weaker than I have claimed in this chapter. In my view, the fault has been not with the institution but with the incumbent, who has made an extraordinary number of poor political choices in 2000 and 2001. He has virtually abandoned the coalition that he had formed in 1999, alienating all of the parties that had supported him and making no effort to build a new coalition. The issue of constitutional reform is now on hold until President Abdurrahman is either reaffirmed in office or dismissed and replaced by Megawati.

1 most fundamental reason, however, is the ubiquity of unexpected
2 consequences of political and social action, the dangers of which—
3 as Lindblom argues persuasively—are increased by larger, more
4 complete, and comprehensive synoptic changes and decreased by
5 smaller, partial, and more incremental strategic ones.

6 Moreover, constitutional reform is not taking place in a vacuum.
7 President Abdurrahman and his team confront several daunting
8 challenges, some of which could derail the democratization process
9 and indeed destroy the country. There is a powerful separatist
10 movement in Aceh, Indonesia's westernmost province, which if suc-
11 cessful could set off a chain reaction ending in the breakup of the
12 country. Religious tension continues, especially between modernist
13 Muslims and all others, including traditionalist, syncretist, and
14 secular Muslims and non-Muslims like Christians and Hindu
15 Balinese. Within weeks of the Assembly session that created a new
16 modus vivendi among these groups, a civil war between Christians
17 and Muslims broke out in the Moluccas in eastern Indonesia.

18 Economic growth, despite former President Habibie's best efforts,
19 has not yet restarted.²⁵ If it does not, Indonesian democracy will
20 soon take the lion's share of the blame. President Abdurrahman has
21 promised to tackle the massive problem of official corruption,
22 including the case of former President Suharto. If he does not—and
23 he has been ambivalent on this issue—campus and street politics
24 may once again distract the nation's attention and destabilize its
25 politics.

26 Finally, the principal beneficiary of civil unrest caused by conflicts
27 among ethnic, religious, and economic interest groups might well be
28 the armed forces, particularly the army. Since the 1950s, most army
29 officers have believed that in a crisis it is they who have the duty
30 and the right to save the country. If social conflict worsens, and if
31 their individual and collective interests are seriously threatened by
32 the new government, the officers may move once again to establish
33 their control of the polity. The threat is not immediate, but it is cer-
34 tainly real.

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37 ²⁵ In 2000, the economy grew by 5%, compared with no growth in 1999 and neg-
38 ative 14% growth in 1998, but most economists believed as of June 2001 that the
39 surge was temporary and not the result of policies of the Abdurrahman government.
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