

# European Public Choice Society Annual Conference

University of Durham

**31<sup>st</sup> March–3<sup>rd</sup> April 2005**



Conference Programme

## THE CONFERENCE PROGRAMME AT A GLANCE

### Thursday 31<sup>st</sup> March

14.00 - 16.30	Conference Registration ( <i>St Aidan's College</i> )
15.30 - 16.30	TEA AND COFFEE ( <i>St Aidan's College</i> )
16.30 - 18.00	6 Parallel Sessions ( <i>St Aidan's College</i> )
18.15 - 19.00	WELCOME RECEPTION ( <i>St Aidan's College</i> ) Hosted by the Robert Allison, Dean of Social Sciences, University of Durham
19.00 - 20.30	Board Meeting ( <i>St Aidan's College</i> )

### Friday 1<sup>st</sup> April

08.30 - 10.30	7 Parallel Sessions ( <i>St Aidan's College and Trevelyan College</i> )
10.30 - 11.00	TEA AND COFFEE ( <i>St Aidan's College</i> )
11.00 - 12.30	6 Parallel Sessions ( <i>St Aidan's College and Trevelyan College</i> )
12.45 - 13.45	LUNCH ( <i>Trevelyan College</i> )
14.00 - 15.30	Plenary Session (Tim Besley) ( <i>Trevelyan College</i> )
15.30 - 16.00	TEA AND COFFEE ( <i>St Aidan's College</i> )
16.00 - 18.00	7 Parallel Sessions ( <i>St Aidan's College and Trevelyan College</i> )
19.30 - 22.15	CONFERENCE DINNER ( <i>The Castle</i> )

### Saturday 2<sup>nd</sup> April

08.30 - 10.30	7 Parallel Sessions ( <i>St Aidan's College and Trevelyan College</i> )
10.30 - 10.50	TEA AND COFFEE ( <i>St Aidan's College</i> )
10.50 - 12.50	7 Parallel Sessions ( <i>St Aidan's College and Trevelyan College</i> )
12.50 - 13.45	LUNCH ( <i>Trevelyan College</i> )
14.00 - 18.15	Excursion to Beamish Museum
19.30 - 22.15	CONFERENCE DINNER ( <i>St Aidan's College</i> ) <i>(Hosted by the Dean of Business School, Tony Antoniou, Awarding of the Wicksell Prize, sponsored by Springer-Verlag Press)</i>

### Sunday 3<sup>rd</sup> April

09.00 - 10.30	6 Parallel Sessions ( <i>St Aidan's College</i> )
10.30 - 11.00	TEA AND COFFEE ( <i>Trevelyan's College</i> )
11.00 - 12.30	Plenary Session (Geraint Johnes) ( <i>Trevelyan College</i> )
12.30 - 13.30	Members Meeting ( <i>all welcome</i> ) ( <i>Trevelyan College</i> )
13.30	Conference ends

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Where queries should be addressed:

### LOCAL ORGANISER:

John Ashworth (University of Durham)

### WITH ASSISTANCE FROM CO-ORGANISERS:

Bruno Heyndels (Vrije Universiteit, Brussel)

Laura Marsiliani (University of Durham)

Thomas Renström (University of Durham)

Thanks are due to:

### ACCOMMODATION AND OTHER MATTERS:

Rachael Bird (Conference & Tourism Office, University of Durham)

Dorothy Anson (St Aidan's College)

Carole Laverick (Trevelyan College)

### DESK

Claire Leggat and Rob Dunford

With help from Aidan Rhodes and Rowena Ashworth

### UNIVERSITY OF DURHAM SCHOOL OF ECONOMICS, FINANCE AND BUSINESS

Tony Antoniou (Dean) for his overall sponsorship of the conference

Simon Parker (Economics)

## **DURHAM: WHERE EVERYTHING IS**

Registration, tea and coffee and the welcome reception will take place in St Aidan's College.

Accommodation and breakfast is in the College where delegates are booked in either St Aidan's College, Trevelyan College, St Mary's College or Hatfield College.

Lunches on Friday and Saturday will take place in Trevelyan College.

Dinner on Friday will take place in University College, the Castle; dinner on Saturday will take place in St Aidan's. A bar will be available in the Castle and St Aidan's on Friday and Saturday nights respectively.

Plenary sessions and the Members' Meeting will take place in Trevelyan College (Sir James Knott Hall).

Parallel sessions will take place in St Aidan's College and Trevelyan College (Dowrick Room)

### **Notes to session chairs and paper presenters and discussants**

Session chairs have been allocated and are not directly involved in the session.

Most parallel sessions comprise three or four papers, each to take half an hour *inclusive of questions*. Each paper presentation should last 20 minutes, with 10 minutes for questions. In the interests of fairness, session chairs should ensure that presenters keep to time. Remember that informal discussion can carry on over the tea/coffee breaks.

Paper presenters and discussants: please turn up at designated venue 5 minutes early and make yourselves known to the Chair, to check equipment, etc. Please start your Session on time.

## **CONFERENCE PRACTICALITIES**

### **Checkout time**

Please check out of Colleges by 10am on Sunday. There will be space available to store baggage in St Aidan's and Trevelyan Colleges; also, at Hatfield, if more convenient.

### **Meals**

*Breakfast:* 7.30am - 8.30 (9.00) am

*Lunch:* Friday and Saturday as in programme

*Dinners:* Friday and Saturday as in programme;

### **Getting papers**

All papers at the EPCS2005 conference are posted on the EPCS2005 website. To download a paper, go to

[http://www.dur.ac.uk/john.ashworth/EPCS/Papers\\_and\\_Authors.php](http://www.dur.ac.uk/john.ashworth/EPCS/Papers_and_Authors.php).

The papers are in pdf format and listed by (possibly, abbreviated) presenting-author surname.

### **Accessing home e-mail**

There are three terminals in St Aidan's College that can be used to access your home e-mail account and the web. (Please note that printing is not available to conference delegates. If delegates want any printing of papers they should approach the conference desk and attempts will be made to facilitate this. There may be a small charge.)

### **Parking**

Some limited parking is available at St Aidan's, Trevelyan and St Mary's College. Make sure that you tell the Lodge in the College where you are parked.

### **Taxis**

Durham taxis are generally cheap so if you need a taxi, to take you between the centre of town (the Castle and Hatfield) and the Hill Colleges (St Mary's, St Aidan's and Trevelyan), this should cost only a few pounds. The Lodges will have numbers.

**PLENARY LECTURES**  
**(Sir James Knott Hall, Trevelyan College)**

**Tim Besley (LSE)**

“Political Competition and Economic Performance”

Friday 1<sup>st</sup> April, 14.00 – 15.30

**Geraint Johnes (Lancaster)**

“Higher Education Finance: Some Political Economy Issues”

Sunday 3<sup>rd</sup> April, 11.00 – 12.30

# **REVISED PROGRAMME**

## **PLENARY AND PARALLEL SESSIONS**

### **Thursday 31<sup>st</sup> March**

#### **1.1 Environment I**

Demirbas, Dilek  
*Discussant*  
Gassebner, Martin  
  
*Discussant*  
Ueda, Yoshifumi  
*Discussant*

*Svendsen, Gert Tinggard*  
Lamla, Michael;  
Sturm, Jan-Egbert  
*Berggren, Niclas*  
Wegener, Andreas,  
Svendsen, Gert T  
*Konishi, Hideki*

#### **1.2 European Union I**

Fidrmuc, Jan  
*Discussant*  
  
  
Pajala, Antti  
*Discussant*

Ginsburgh, Victor  
*Asutay, Mehmet*  
  
  
Widgren, Mika  
*Skak, Morten*

#### **1.3 Fiscal Federalism**

Feld, Lars P  
*Discussant*  
Hodler, Roland  
*Discussant*  
Zhu, Ze  
  
*Discussant*

Dede, Tarik  
*Morrissey, Oliver*  
Schmidheiny, Kurt  
*Hillman, Arye*  
Krug, Barbara:  
Hendrischke, Hans  
*Blume, Lorenz – problem?*

#### **16.30**

St Aidan's College, Shincliffe Room  
Chair: Borge, Lars-Erik  
Environmental Performance and Interest Group Theory: The Case of SMEs in Turkey with a Logit Model  
  
Economic, Demographic and Political Determinants of Pollution Reassessed: A Sensitivity Analysis  
  
How to Finance Collective Action for the Global Commons: Social Entrepreneurs and "Eco-Goods" Schemes

#### **16.30**

St Aidan's College, Library  
Chair: Blankart, Charles B  
Languages in the European Union: The Quest for Equality and its Cost  
  
  
Beyond informal compromise: Testing conditional formal procedures of EU decision-making

#### **16.30**

St Aidan's College, Bailey Room  
Chair: Jerome, Bruno  
Fiscal Federalism and Economic growth: Cross-Country Evidence for OECD Countries  
  
Fiscal Decentralization v. Progressive Taxation  
  
China's Emerging Tax Regime: Devolution, Fiscal Federalism or Tax Farming?

**1.4 Grants and Subsidies**

Padovano, Fabio

*Discussant*

Veiga, Linda Goncalves

*Discussant*

*Aysan, Ahmet Faruk*

Pinho, Maria Manuel

*Siebel, Jens Peter*

**1.5 International Financial  
Institutions**

Bohn, Frank

*Discussant*

Hagen Rune Jansen

*Discussant*

Krausz, Miriam

*Discussant*

*Leon, Gabriel J*

*Magris, Francesco*

Hillman, Arye

*de Jong, Eelke*

**16.30** St Aidan's College, Lindisfarne Centre 1

Chair: Jennings, Colin

Model of Inter-Jurisdictional Redistribution and Income Convergence

The Determinants of Intergovernmental Grants in Portugal: A Public Choice Approach

**16.30** St Aidan's College, Lindisfarne Centre 3

Chair: Frey, Bruno

The Trade-Off between Monetary and Fiscal Instability: International Lenders and Political Stability

Basic Analytics of Multilateral Lending and Surveillance

International Financial Institution's Lending and Corruption

## **Friday 1<sup>st</sup> April**

### **2.1 Corruption I**

Dreher, Axel

*Discussant*

Paldam, Martin

*Discussant*

Seldadyo, Harry

*Discussant*

Voigt, Stefan

*Discussant*

Kotsogiannis, Christos,  
McCorriston, Steve

*Veiga, Linda Goncalves*  
Boroovah, Vani K.

*Pignon, Virginie*

de Haan, Jakob

*Schwarz, Peter*

Feld, Lars P,  
van Aaken, Anne

*Feldmann, Horst*

### **2.2 Education I**

Andersen, Simon

Calmar

*Discussant*

Borge, Lars-Erik

*Discussant*

Haupt, Alexander

*Discussant*

Schutz, Gabriela

*Discussant*

*Balestrino, Alessandro*

Naper, Linn Renee

*Bilek, Arnaud*

*Fischer, Justina A V*

Ursprung, Heinrich W,  
Woessmann, Ludger

*Ronning, Marte*

### **8.30**

Trevelyan College: Dowrick Room

Chair: Schneider, Friedrich G

Comparative Corruption

Why is the World Short of Democracy?

A Cross-Country Analysis of Barriers to Representative Government

The Determinants of Corruption: A Reinvestigation

Power over Prosecutors Corrupts Politicians: Cross Country Evidence Using a New Indicator

### **8.30**

St Aidan's College, Shincliffe Room

Chair: Da Empoli, D

Competition Effects in a Large Scale School Voucher System

Efficiency Potential and Efficiency Variation in Norwegian Secondary Schools

The Evolution of Public Spending on Higher Education in a Democracy

Education Policy and Equality of Opportunity

<p><b>2.3 Inequality and Redistribution</b></p> <p>Aysan, Ahmet Faruk</p> <p><i>Discussant</i> Graeff, Peter</p> <p><i>Discussant</i> Hodler, Roland</p> <p><i>Discussant</i> Savoia, Antonio</p> <p><i>Discussant</i></p>	<p><b>8.30</b></p> <p>St Aidan's College, Library</p> <p>Chair: Padovano, Fabio</p> <p>Inequality, Efficiency of Redistributive Institutions and Redistribution: Is Government Effectiveness the Missing Link between Inequality and Redistribution?</p> <p>Excavating a force that Drives Income Inequality- Rethinking and Analyzing the Link Between Military Participation ratio and Inequality</p> <p>Redistribution and Inequality in a Truly Heterogeneous Society</p> <p>The Relationship between Income Inequality and Institutions: An Empirical Analysis</p>
<p><b>2.4 Re-Election Theory</b></p> <p>Dominguez Martinez, Silvia</p> <p><i>Discussant</i> Jennings, Colin</p> <p><i>Discussant</i> Ponzano, Ferruccio</p> <p><i>Discussant</i> Wrasai, Phongthorn</p> <p><i>Discussant</i></p>	<p><b>8.30</b></p> <p>St Aidan's College, Lindisfarne Centre 1</p> <p>Chair: Aidt, Toke</p> <p>Why do voters knowingly send home competent politicians?</p> <p>The Good, the Bad and the Populist: A Model of Political Agency with Expressive Voting</p> <p>Competition Among Different Levels of Government: The Re-Election Problem</p> <p>Quality of Politicians and Reelection Concerns</p>
<p><b>2.5 Social Choice</b></p> <p>Gekker, Ruvim</p> <p><i>Discussant</i> Loertscher, Simon</p> <p><i>Discussant</i> Mandler, Michael</p> <p><i>Discussant</i> van Hees, Martin</p> <p><i>Discussant</i></p>	<p><b>8.30</b></p> <p>St Aidan's College, Bailey Room</p> <p>Chair: Hagen, Rune Jansen</p> <p>On Uncertainty Aversion under Complete Ignorance: Some Further Observations on Impossibility Results</p> <p>Fair Endowment Lotteries: Allocating Wealth via a Veil of Ignorance</p> <p>Cardinality vs. Ordinality: A Suggested Compromise</p> <p>In Praise of Manipulation</p>
<p><i>Discussant</i> Spagat, Michael</p> <p><i>Discussant</i> Mehlkop, Guido</p> <p><i>Discussant</i> Eichenberger, Reiner</p> <p><i>Discussant</i> Austin, D Andrew</p> <p><i>Discussant</i> Easaw, Joshy, MacKay, Andrew</p> <p><i>Discussant</i> Geller, Chris</p>	<p><i>Discussant</i> Swank, Otto H, Visser, Bauke</p> <p><i>Discussant</i> Weiffen, Britta</p> <p><i>Discussant</i> Pech, Gerald</p> <p><i>Discussant</i> Renstrom, Thomas</p> <p><i>Discussant</i> Widgren, Mika</p> <p><i>Discussant</i> Suphachalasai, Suphachol</p> <p><i>Discussant</i> Baigent, Nick</p> <p><i>Discussant</i> Maravall-Rodriguez, Carlos</p> <p><i>Discussant</i> Dowding, Keith</p> <p><i>Discussant</i> Ida, Tomoya</p>

**2.6 Terrorism**

Ludvigsen, Stian Skar

*Discussant*

Santos-Bravo, Ana Bela

*Discussant*

Schnellenbach, Jan

*Discussant*

Zimmermann, Ekkart

*Discussant*

*Perrot, Delphine*

*Jean, Nicolas*

*Benesch, Christine*

*Blankart, Charles B*

**2.7 Transition Economics**

Buchen, Clemens

*Discussant*

Horvath, Roman

*Discussant*

Jerome, Bruno

*Discussant*

Sustersic, Snezana

*Discussant*

*Jerome, Bruno*

*Campos, Nauro F*

*Ricciuti, Roberto*

*Lemennicier, Bertrand*

*Dreher, Axel*

*Sustersic, Janez*

*Lamla, Michael*

**8.30**

St Aidan's College, Lindisfarne Centre 2

Chair: Nannestad, Peter

The Cost of Ruling Israel: Measuring the Political Cost of Terrorism

Terrorism and Geopolitical Factors: An Empirical Approach

Appeasing Nihilists? Some economic thoughts on reducing terrorist activity

More thoughts on the Economics of Terrorism

**8.30**

St Aidan's College, Lindisfarne Centre 3

Chair: Gerxhani, Klarita

Institutional Complementarities in Transition: The Case of Estonia and Slovenia

Objective Measures of reform in Transition (At Last): Determinants, Reversals and Growth Implications

French women partisan voting, nature and size of government: A study of the French case

Political Stock Market in an Emerging Market Economy

	<b>3.1 Budgeting and Credibility</b>	<b>11.00</b>	Trevelyan College: Dowrick Room Chair: Hayo, Bernd Improving Credibility by Delegating Judicial Competence - The case of the Judicial Committee of the privy Council
Ebeling, Michael <i>Discussant</i>	Voigt, Stefan, Blume, Lorenz <i>Demirbas, Dilek</i>		
Heinemann, Friedrich <i>Discussant</i>	<i>Seldadyo, Harry</i>		Planning or Propaganda: An Evaluation of Germany's Medium-Term Budgetary Planning
Schwarz, Peter <i>Discussant</i>	<i>Lemennicier, Bertrand</i>		Deficits and Divided Governments: The Case of the German "Bundesrat"
	<b>3.2 Corruption II</b>	<b>11.00</b>	St Aidan's College, Shincliffe Room Chair: Eusepi, Giuseppe The Political Economy of Corruption and the Role of Financial Institutions
Boerner, Kira <i>Discussant</i>	Hainz, Christa <i>Pajala, Antti</i>		
Suphachalasai, Suphachol <i>Discussant</i>	<i>Wrasai, Phongthorn</i>		Bureaucratic Corruption and Mass Media
Svendsen, Gert Tinggard <i>Discussant</i>	Brandt, Urs Steiner <i>Padovano, Fabio</i>		The Bureaucrat and the Sea: A Budget Catch Model of Bureaucratic Rent-Seeking
	<b>3.3 Environment II</b>	<b>11.00</b>	St Aidan's College, Library Chair: Morrissey, Oliver Intergovernmental versus Intersource Emissions trading When Firms are Non-Compliant
Konishi, Hideki <i>Discussant</i>	<i>Loertscher, Simon</i>		
Lacombe, Christiane Almeida de Aguiar <i>Discussant</i>	<i>Ottone, Stefania</i>		A Game-Theoretical Approach to the Framework Convention on Climate Change
Marsiliani, Laura <i>Discussant</i>	Thomas Renström <i>Aidt, Toke S</i>		Political Institutions, Environmental Policy, and Growth
	<b>3.4 Local Debt</b>	<b>11.00</b>	St Aidan's College, Lindisfarne Centre 1 Chair: Sturm, Jan-Egbert Government Weakness and Local Public Debt Development in Flemish Municipalities
Ashworth, John <i>Discussant</i>	Geys, Benny, Heyndels, Bruno <i>Hodler, Roland</i>		
Blankart, Charles B <i>Discussant</i>	Klaiber, Achim <i>Koester, Gerrit B</i>		The Institutional Choice of Alternative Liability Regimes for Subnational Government Debt: Two cases
Kirchgaessner, Gebhard <i>Discussant</i>	Feld, Lars P <i>Borge, Lars-Erik</i>		On the Effectiveness of debt Brakes: The Swiss Experience

	<b>3.5 Migration I</b>	<b>11.00</b>	St Aidan's College, Lindisfarne Centre 2 Chair: Ferrero, Mario Political Reform from a Constitutional Economics Perspective: A Hurdle-Race - The Case of Migration Politics in Germany
Borella, Sara			
<i>Discussant</i>	<i>Sturm, Jan-Egbert</i>		
Magris, Francesco	Russo, Giuseppe		Voting on Mass Immigration Restriction
<i>Discussant</i>	<i>Bischoff, Ivo</i>		
Paldam, Martin	Chand, Sheetal K		Immigration policy and the Nordic welfare states
<i>Discussant</i>	<i>Bjørnskov, Christian</i>		
	<b>3.6 Shadow Economies</b>	<b>11.00</b>	St Aidan's College, Lindisfarne Centre 3 Chair: Schaltegger, Christoph Good and Bad Equilibria with the Informal sector
Dijkstra, Bouwe R			
<i>Discussant</i>	<i>Wrede, Matthias</i>		
Gerxhani, Klarita	Ferrer-i-Carbonell, Ada		Subjective Welfare and the (In)formal Sector in a Transition Country
<i>Discussant</i>	<i>Clots-Figueras, Irma</i>		
Schneider, Friedrich G			The Size of the Shadow Economies of 145 Countries all over the World: First Results over the period 1999 to 2003
<i>Discussant</i>	<i>Schaltegger, Christoph</i>		
	<b>3.7 International Trade</b>	<b>11.00</b>	St Aidan's College, Bailey Room Chair: Gassebner, Martin Does Rapid Trade Liberalization Increase Corruption?
Tavares, Samia			
<i>Discussant</i>	<i>Chauvet, Lisa</i>		
Wiermann, Christian			Labor Heterogeneity and Trade Liberalisation: A Political Economy Approach
<i>Discussant</i>	<i>Ponzano, Ferruccio</i>		
Ida, Tomoya			Transfer Pricing and Reinforcement of Tax Executive System
<i>Discussant</i>	<i>Russo, Giuseppe</i>		
	<b>4.1 Plenary Session</b>	<b>14.00</b>	Trevelyan College: Sir James Knott Hall Chair: Kirchgaessner, Gebhard Political Competition and Economic Performance
Besley, Tim			

	<b>5.1 Competition</b>	<b>16.00</b>	St Aidan's College, Bailey Room Chair: Salmon, Pierre City and Suburban Competition
Austin, D Andrew <i>Discussant</i>	<i>Franck, Raphael</i>		
Delfgaauw, Josse <i>Discussant</i>	<i>Vargas Juan F</i>		Reasons to Quit and Intra- versus Inter-Industry Job Mobility: Evidence from the Dutch Public Sector
Perrot, Delphine <i>Discussant</i>	Pignon, Virginie		Asymmetric Information and Security of Supply: An Application of Agency Theory to Electricity Markets
Vaubel, Roland <i>Discussant</i>	<i>Wolf, Sacha G</i>		
	<i>Zimmermann, Ekkart</i>		The Role of Competition in the Rise of Baroque and Renaissance Music
	<b>5.2 Economic Freedom</b>	<b>16.00</b>	Trevelyan College: Dowrick Room Chair: Tridimas, George Political Ideology and Economic Freedom
Bjørnskov, Christian <i>Discussant</i>	<i>Jungeilges, Jochen</i>		
Doucouliafos, Chris <i>Discussant</i>	Ulubasoglu, Mehmet		The Impact of Economic and Political Freedom on Efficiency, Input Usage, Technical Change and Output Composition
Feldmann, Horst <i>Discussant</i>	<i>Ludvigsen, Stian Skar</i>		
Lamla, Michael <i>Discussant</i>	<i>Sustersic, Snezana</i>		Legal Structure and Labor Market Performance
	Gassebner, Martin		Empirical Assessment of Spillover Effects of Economic freedom
	<i>Savoia, Antonio</i>		
	<b>5.3 Interest Groups</b>	<b>16.00</b>	St Aidan's College, Shincliffe Room Chair: Josselin, Jean-Michel Political Economy Reasons for Government Inertia: The Role of Interest Groups
Boerner, Kira <i>Discussant</i>	<i>Le-Maux, Benoit</i>		
Brandauer, Stefan <i>Discussant</i>	Englmaier, Florian		A Model of Delegation in Contests
Lind, Jo Thori <i>Discussant</i>	<i>Ueda, Yoshifumi</i>		
Muenster, Johannes <i>Discussant</i>	<i>Kyriacou, Andreas</i>		Fractionalization and Inter-Group Differences
	<i>Fidrmuc, Jan</i>		Simultaneous Inter- and Intra-Group Conflicts

<p><b>5.4 Monetary Policy I</b></p> <p>Asutay, Mehmet <i>Discussant</i></p> <p>Eichenberger, Reiner <i>Discussant</i></p> <p>Jong-a-Ping, Richard M <i>Discussant</i></p> <p>Veiga, Francisco José <i>Discussant</i></p>	<p><i>Pinar, Abuzer</i></p> <p>Rossi, Sergio <i>Belke, Ansgar</i></p> <p><i>Bohn, Frank</i></p> <p>Aisen, Ari <i>Hayo, Bernd</i></p>	<p><b>16.00</b></p> <p>St Aidan's College, Library Chair: Heineman, Friedrich</p> <p>Political Monetary Cycles: The Political Manipulation of Monetary Policy Instruments and Outcomes in Turkey</p> <p>The Deregulation of Central Banking: Towards an International Market for Monetary Policy</p> <p>How Robust are the Economic, Political and Institutional Determinants of seignorage?</p> <p>Does political instability lead to higher inflation? A panel data analysis</p>
<p><b>5.5 Political Institutions</b></p> <p>Aidt, Toke S <i>Discussant</i></p> <p>Beniers, Klaas <i>Discussant</i></p> <p>Pech, Gerald <i>Discussant</i></p> <p>Renström, Thomas <i>Discussant</i></p>	<p>Giovanconi, Francesco <i>Dijkstra, Bouwe R</i></p> <p><i>Turnovec, Frantisek</i></p> <p><i>Jennings, Colin</i></p> <p>Marsiliani, Laura <i>Congleton, Roger</i></p>	<p><b>16.00</b></p> <p>St Aidan's College, Lindisfarne Centre 1 Chair: Hillman, Arye</p> <p>Constitutional Rules</p> <p>Party Governance and the Selection of Parliamentarians</p> <p>A Coalition Dominance Approach to party behavior and the moderating effects of proportional representation</p> <p>Political Institutions and Economic Growth</p>
<p><b>5.6 Public Goods</b></p> <p>Montoro-Pons, Juan D <i>Discussant</i></p> <p>Morrissey, Oliver <i>Discussant</i></p> <p>Ottone, Stefania <i>Discussant</i></p> <p>Pickhardt, Michael <i>Discussant</i></p>	<p>Puchades-Navarro, Miguel Lacombe, Christiane Almeida de Aguiar</p> <p>Bougheas, Spiros, Dasgupta, Indraneel <i>Bruegger, Esther</i></p> <p><i>Steffen, Frank</i></p> <p><i>Gerxhani, Klarita</i></p>	<p><b>16.00</b></p> <p>St Aidan's College, Lindisfarne Centre 2 Chair: Easaw, Joshy</p> <p>Multiple "Honest Equilibria" in an Evolutionary Public Goods setting</p> <p>Tough Love versus Unconditional Charity</p> <p>Transfers and Altruistic Punishments in Third Party Punishment Game Experiments</p> <p>Aggregation Technologies and the Voluntary Provision of Public Goods: Experimental Evidence</p>

**5.7 Trust and Social Capital**

Bengtsson, Mikael,

*Discussant*

Mazzanti, Massimiliano

*Discussant*

Schaltegger, Christoph

*Discussant*

Spagat, Michael

*Discussant*

Berggren, Niclas,

Jordahl, Henrik

*Schnellenbach, Jan*

Cainelli, Giulio

Mancinelli, Susanna

*Michaelowa, Katharina*

Torgler, Benno

*De Haan, Jakob*

Mandler, Michael

*van Hees, Martin*

**16.00**

St Aidan's College, Lindisfarne Centre 3

Chair: Paldam, Martin

Trust and Growth in the 1990s: A Robustness Analysis

Social Capital and R&D as Joint Driving Forces behind Technological Innovations in an Industrial District

Trust and Fiscal Performance: A Panel Analysis with Swiss Data

Foreign Aid Designed to Diminish Terrorist Atrocities can Increase them

## **Saturday 2<sup>nd</sup> April**

<b>6.1 Central Banking</b>	<b>8.30</b>	Trevelyan College: Dowrick Room Chair: Bohn, Frank The Allocation of Power in the Enlarged ECB Governing Council: An Assessment of the ECB Rotation Model  The Educational and Professional Background of Central Bankers and its effects on Inflation: An Empirical Analysis  Inflation, Central Bank Independence and the legal System  When Words Count More Than Votes: Decision-Making in the Federal Open Market Committee
Belke, Ansgar <i>Discussant</i>	Steczynska, Barbara <i>Jong-a-Ping, Richard M</i>	
Goehlmann, Silja <i>Discussant</i>	Vaubel, Roland <i>Veiga, Francisco José</i>	
Hayo, Bernd <i>Discussant</i>	Voigt, Stefan <i>Kirchgaessner, Gebhard</i>	
Schonhardt-Bailey, Cheryl <i>Discussant</i>	Bailey, Andrew <i>Horvath, Roman</i>	
<b>6.2 Constitutions</b>	<b>8.30</b>	St Aidan's College, Shincliffe Room Chair: Congleton, Roger Who Shall Keep the Keepers Themselves? On the Moral Foundations of the Separation of Powers  Constitutional Incompleteness and the Production of Law: Theoretical Assessment and Case Studies  Functional, Overlapping , Competing, Jurisdictions and Ethnic Conflict Management  The Determinants of Independent Judicial Review
Eusepi, Giuseppe <i>Discussant</i>	<i>Tullock, Gordon</i>	
Josselin, Jean-Michel <i>Discussant</i>	Marciano, Alain <i>Doucouliaagos, Chris</i>	
Kyriacou, Andreas <i>Discussant</i>	<i>Vaubel, Roland</i>	
Tridimas, George <i>Discussant</i>	<i>Wintrobe, Ron</i>	
<b>6.3 Development</b>	<b>8.30</b>	St Aidan's College, Library Chair: Krug, Barbara Women in Politics: Evidence from Indian States  What Determines Evaluation Outcomes? - Evidence from Bi- and Multilateral Development Cooperation  The Severity of the Columbian Conflict: Cross-Country Datasets versus New Micro data  Historical Attitudes and Implications for path dependence: FDI development and Institutional changes in China
Clots-Figueras, Irma <i>Discussant</i>	<i>Tavares, Samia</i>	
Michaelowa, Katharina <i>Discussant</i>	Borrmann, Axel <i>Borella, Sara</i>	
Vargas Juan F <i>Discussant</i>	Restrepo, Jorge, Spagat, Michael <i>Anwar, Mumtaz</i>	
Zhang, Xueyuan <i>Discussant</i>	Krug, Barbara, Reinmoller, Patrick <i>Jensen, Peter</i>	

<p><b>6.4 Education II</b></p> <p>Balestrino, Alessandro <i>Discussant</i></p> <p>Bilek, Arnaud <i>Discussant</i></p> <p>Fischer, Justina A V <i>Discussant</i></p> <p>Ronning, Marte <i>Discussant</i></p>	<p>Anderberg, Dan <i>Andersen, Simon Calmar</i></p> <p>Naper, Linn Renee <i>Haupt, Alexander</i></p> <p>Fiva, Jon H <i>Schutz, Gabriela</i></p>	<p><b>8.30</b></p> <p>St Aidan's College, Lindisfarne Centre 1 Chair: Galli, Emma</p> <p>The Political Economy of Higher Education Policy with Endogenous Credit Constraints</p> <p>Local public choice of school spending: Some original results from the French data</p> <p>The Impact of Direct Democracy on Public Education: Evidence for Switzerland</p> <p>Property Taxation as Determinant of School District Efficiency</p>
<p><b>6.5 European Union II</b></p> <p>Ahrens, Joachim <i>Discussant</i></p> <p>de Jong, Eelke <i>Discussant</i></p> <p>Skak, Morten <i>Discussant</i></p> <p>Mercik, Jacek W <i>Discussant</i></p>	<p>Hoehn, Herman W, Ohr, Renate <i>Hagen Rune Jansen</i></p> <p><i>Mercik, Jacek W</i></p> <p><i>Brandauer, Stefan</i> Turnovec, Frantisek, Mazurkiewicz, Mariusz <i>Graeff, Peter</i></p>	<p><b>8.30</b></p> <p>St Aidan's College, Lindisfarne Centre 2 Chair: Fidrmuc, Jan</p> <p>Deepening Integration in an Enlarged EU: A Club-Theoretical Perspective</p> <p>Do Differences in Political Culture Hamper European Integration?: Lessons from the ECB.</p> <p>Labour Market Reform Incentives in the European Economic and Monetary Union</p> <p>Does Voting over National Dimension Provide more National Influence in the European Parliament than Voting over Ideological Dimension</p>
<p><b>6.6 Political Economy I</b></p> <p>Le-Maux, Benoit <i>Discussant</i></p> <p>Leon, Gabriel J <i>Discussant</i></p> <p>Marchese, Carla <i>Discussant</i></p> <p>Steffen, Frank <i>Discussant</i></p>	<p><i>Salmon, Pierre</i></p> <p><i>Montoro-Pons, Juan D</i></p> <p>Montefiori, Marcello <i>Schram, Arthur</i></p> <p>Braham, Matthew <i>Paldam, Martin</i></p>	<p><b>8.30</b></p> <p>St Aidan's College, Lindisfarne Centre 3 Chair: Dreher, Axel</p> <p>Complexity, Political Conflict and Budgetary Incrementalism: the Case of the French Departments</p> <p>Delayed returns, Policy Paralysis and Economic Reform in the Developing World</p> <p>Mean Voting Rule and Strategic Behavior: an Experiment</p> <p>The Chairman's Paradox Revisited</p>

	<b>6.7 Taxation</b>	<b>8.30</b>	St Aidan's College, Bailey Room Chair: Eichenberger, Reiner What can we learn from US qualified intermediaries system for the taxation of worldwide saving income and the transfer of government missions to foreign private agencies?"
Gerard, Marcel			
<i>Discussant</i>	<i>Easaw, Joshy</i>		
Koester, Gerrit B			The Political Economy of Tax Reforms: Evidence from the German Case 1964-2004
<i>Discussant</i>	<i>Winer, Stanley</i>		
Pinar, Abuzer			The Redistributive Impact of Fiscal Policy in Turkey: A Micro-Data Analysis
<i>Discussant</i>	<i>Feld, Lars P</i>		
Wrede, Matthias	Borck, Rainald		Political economy of commuting subsidies
<i>Discussant</i>	<i>Muenster, Johannes</i>		
	<b>7.1 Aid</b>	<b>11.00</b>	Trevelyan College: Dowrick Room Chair: Veiga, Francisco Jose The Political Economy of US Aid to Pakistan
Anwar, Mumtaz	Michaelowa, Katharina		
<i>Discussant</i>	<i>Zhang, Xueyuan</i>		
Chauvet, Lisa			Can Foreign Aid Dampen External Political Shocks?
<i>Discussant</i>	<i>Gassebner, Martin</i>		
Dreher, Axel	Sturm, Jan-Egbert		Do IMF and World Bank Influence Voting in the UN General Assembly?
<i>Discussant</i>	<i>Zhu, Ze</i>		
Schmidt, Dorothee			Morality and Conflict
<i>Discussant</i>	<i>Wiermann, Christian</i>		
	<b>7.2 Electoral Systems</b>	<b>11.00</b>	St Aidan's College, Shincliffe Room Chair: Tullock, Gordon Taxation and the extension of Voting in Western Europe: 1860-1938
Jensen, Peter	Aidt, Toke S		
<i>Discussant</i>	<i>Neckermann, Susanne</i>		
Meon, Pierre-Guillaume	Sekkat, Khalid,		Institutional reforms Now and Benefits Tomorrow: How far is tomorrow?
	Weill, Laurent		
<i>Discussant</i>	<i>Goehlmann, Silja</i>		
Ricciuti, Roberto	Nogare, Chiara Dalle		Chief Executives' Term Limits and Fiscal Policy Choices: International Evidence
<i>Discussant</i>	<i>Buchen, Clemens</i>		
Suojanen, Maria			Proportionality Examined Through Profiles in the European Parliamentary Elections 1979-1999
<i>Discussant</i>	<i>Geys, Benny</i>		

<p><b>7.3 Human Rights</b></p> <p>Blankart, Charles B <i>Discussant</i></p> <p>Blume, Lorenz <i>Discussant</i></p> <p>Wintrobe, Ron <i>Discussant</i></p> <p>Congleton, Roger <i>Discussant</i></p>	<p><i>Ferrero, Mario</i></p> <p>Voigt, Stefan <i>Mazzanti, Massimiliano</i></p> <p><i>Tridimas, George</i></p> <p><i>Boerner, Kira</i></p>	<p><b>11.00</b> St Aidan's College, Library Chair: Zimmermann, Ekkart Donors without rights: The Tragedy of Organ Transplants</p> <p>The Economic Effects of Human Rights</p> <p>Rational Extremism--The Calculus of Discontent</p> <p>Economic Development and democracy, Does Industrialization Lead to Universal Suffrage?</p>
<p><b>7.4 Learning</b></p> <p>Baigent, Nick <i>Discussant</i></p> <p>Bischoff, Ivo <i>Discussant</i></p> <p>Bruegger, Esther <i>Discussant</i></p> <p>Maravall-Rodriguez, Carlos <i>Discussant</i></p>	<p>Xu, Yongsheng <i>Mandler, Michael</i></p> <p><i>Ahrens, Joachim</i></p> <p>Berentsen, Aleksander, Loertscher, Simon <i>Gehrmann, Bjorn</i></p> <p><i>Gekker, Ruvim</i></p>	<p><b>11.00</b> St Aidan's College, Bailey Room Chair: Wickstrom, Bengt-Arne Decisions Under Complete Ignorance</p> <p>Party Competition in a Complex Environment: Do Politicians Learn Good Economic Policy?</p> <p>Learning, voting and the information trap</p> <p>The Consequences of Commitment when Candidates have Private Information</p>
<p><b>7.5 Political Economy II</b></p> <p>Franck, Raphael <i>Discussant</i></p> <p>Geller, Chris <i>Discussant</i></p> <p>Turnovec, Frantisek <i>Discussant</i></p> <p>Paterson, Iain</p>	<p>Krausz, Miriam <i>Beniers, Klaas</i></p> <p>Mustard, Jamie, Shahwan, Ranya <i>Schneider, Friedrich G</i></p> <p>Mercik, Jacek W, Mazurkiewicz, Mariusz <i>Paterson, Iain</i></p>	<p><b>11.00</b> St Aidan's College, Lindisfarne Centre 1 Chair: Winer, Stanley Collusion Between the central bank and Private banks: Does the Separation of Monetary Policy from Banking Supervision Help?</p> <p>Standard Voting Power Indices Work: An Experimental Investigation of Pure Voting Power</p> <p>Power Indices: A Unified Approach</p> <p>A Lesser Known Probabilistic Approach to the Shapley-Shubik Index and Useful Related Voting Measures.</p>

**7.6 Public Debt**

Galli, Emma  
*Discussant*

Imbeau, Louis M  
*Discussant*

Siebel, Jens Peter  
*Discussant*

Sturm, Jan-Egbert  
*Discussant*

Padovano, Fabio  
*Ashworth, John*

*Lind, Jo Thori*

*Heinemann, Friedrich*

*de Haan, Jakob,  
de Groot, Olaf*

*Dominguez Martinez, Silvia*

**7.7 Voting**

Helin, Juha  
*Discussant*

Jean, Nicolas  
*Discussant*

Lemennicier, Bertrand  
*Discussant*

Schram, Arthur

*Discussant*

Nurmi, Hannu  
*Vermeir, Jan*

Farvaque, Etienne  
*Santos-Bravo, Ana Bela*

*Schelker, Mark*

*Grosser, Jens,  
Kugler, Tamar*

*Pickhardt, Michael*

**11.00** St Aidan's College, Lindisfarne Centre 2

Chair: Marchese, Carla

Sustainability and Determinants of Italian Public Deficits Before and After Maastricht

Policy Discourse, Fiscal Rules and Budget Deficits: A Median Voter Model

Budget Deficit, Size of the Public sector and Majority Voting

Policy Adjustments and the Sustainability of Public Finances in the Netherlands

**11.00** St Aidan's College, Lindisfarne Centre 3

Chair: Schonhardt-Bailey, Cheryl

Party competition and electoral turnout

Macroeconomy or Partisan Endorsement: Results from French Local Elections, 1983-2001

The misfit between French voters and their representatives at the parliament: causes en consequences

Preference Uncertainty and Voter Participation: An Experimental Study

## Sunday 3<sup>rd</sup> April

<b>8.1 Culture</b>	<b>9.00</b>	Trevelyan College: Dowrick Room Chair: Wintrobe, Ron A Theory of Conversion to Exclusive Religious and Political Faiths  Democracy and Happiness Revisited  The Cultural-Economic Syndrome: Impediments to Democracy in the Middle East
Ferrero, Mario <i>Discussant</i> Fischer, Justina A V  <i>Discussant</i> Weiffen, Britta <i>Discussant</i>	<i>Schmidt, Dorothee</i> Dorn, David, Kirchgassner, Gebhard <i>Mehlkop, Guido</i>  <i>Krug, Barbara</i>	
<b>8.2 European Union III</b>	<b>9.00</b>	St Aidan's College, Shincliffe Room Chair: Salmon, Pierre Testing for East-West Similarities: Determinants of Support for European Integration within the EU-25  Br(e)aking Centralization? The Revision of the Principle of Subsidiarity in the Treaty on European Constitution  Political Yardstick Competition and Corporate Governance in the European Union
Fidrmuc, Jan <i>Discussant</i> Gehrmann, Bjorn <i>Discussant</i> Salmon, Pierre <i>Discussant</i>	Doyle, Orla <i>Nurmi, Hannu</i>  <i>Bengtsson, Mikael</i>  <i>Delfgaauw, Josse</i>	
<b>8.3 Evasion</b>	<b>9.00</b>	St Aidan's College, Library Chair Baigent, Nick Rewarding Honest Taxpayers: A Field Experiment  Independent and Competing Institutions: An Effective Way to Control Government  Taxes and Benefits: Two Distinct Options to Cheat on the State
Feld, Lars P <i>Discussant</i> Schelker, Mark <i>Discussant</i> Schneider, Friedrich G <i>Discussant</i>	Frey, Bruno S <i>Suojanen, Maria</i> Eichenberger, Reiner <i>Sustersic, Janez</i> Halla, Martin <i>Schonhardt-Bailey, Cheryl</i>	
<b>8.4 Migration II</b>	<b>9.00</b>	St Aidan's College, Lindisfarne Centre 1 Chair Gekker, Ruvin Migration and the Welfare State: The Economic Power of the Non-Voter  Taxing the Rich or Poor? Immigrants on the Dole as the Socially Optimal Policy Outcome for Rational Egalitarians  Selective Immigration Policies, Human Capital Accumulation and Migration Duration
Boerner, Kira <i>Discussant</i> Nannestad, Peter  <i>Discussant</i> Russo, Giuseppe <i>Discussant</i>	Übelmesser, Silke <i>Krausz, Miriam</i>  <i>Gerard, Marcel</i> Magris, Francesco <i>Imbeau, Louis M</i>	

	<b>8.5 Political Cycles</b>	<b>9.00</b>	St Aidan's College, Lindisfarne Centre 2 Chair Schram, Arthur Confidence or Competence: Do Presidencies Matter for Households' Subjective Preferences?  Does budgetary inertia increase presidential popularity? An empirical analysis for the post-war US  Health Policy-Making in the German Pharmaceutical Sector: A History of Cycles
Easaw, Joshy <i>Discussant</i>	Ghoshray, Atanu <i>Helin, Juha</i>		
Vermeir, Jan <i>Discussant</i>	Geys, Benny <i>Ebeling, Michael</i>		
Wolf, Sacha G <i>Discussant</i>	Blankart, Charles B <i>Meon, Pierre-Guillaume</i>		
	<b>8.6 Size of Government</b>	<b>9.00</b>	St Aidan's College, Lindisfarne Centre 3 Chair: Dijkstra, Bouwe R The Mystery of Brazil  Politics versus Economics in the Explanation of Government Size
Tullock, Gordon <i>Discussant</i>	<i>Josselin, Jean-Michel</i>		
Winer, Stanley  <i>Discussant</i>	Ferris, Stephen, Park, Soo-Bin <i>Galli, Emma</i>		
	<b>9.1 Plenary Session</b>	<b>11.00</b>	Trevelyan College: Sir James Knott Hall Chair: de Haan, Jakob Higher Education Finance: some political economy issues'
Johnes, Geraint			
	<b>10.1 Members' Meeting</b>		Trevelyan College: Sir James Knott Hall Chair: Kirchgassner, Gebhard