European Public Choice Society Annual Conference

University of Durham

31st March–3rd April 2005

Conference Programme
# THE CONFERENCE PROGRAMME AT A GLANCE

## Thursday 31st March

<table>
<thead>
<tr>
<th>Time</th>
<th>Event</th>
</tr>
</thead>
<tbody>
<tr>
<td>14.00 - 16.30</td>
<td>Conference Registration <em>(St Aidan’s College)</em></td>
</tr>
<tr>
<td>15.30 - 16.30</td>
<td>Tea and Coffee <em>(St Aidan’s College)</em></td>
</tr>
<tr>
<td>16.30 - 18.00</td>
<td>6 Parallel Sessions <em>(St Aidan’s College)</em></td>
</tr>
<tr>
<td>18.15 - 19.00</td>
<td>Welcome Reception <em>(St Aidan’s College)</em> Hosted by the Robert Allison, Dean of Social Sciences, University of Durham</td>
</tr>
<tr>
<td>19.00 – 20.30</td>
<td>Board Meeting <em>(St Aidan’s College)</em></td>
</tr>
</tbody>
</table>

## Friday 1st April

<table>
<thead>
<tr>
<th>Time</th>
<th>Event</th>
</tr>
</thead>
<tbody>
<tr>
<td>08.30 - 10.30</td>
<td>7 Parallel Sessions <em>(St Aidan’s College and Trevelyan College)</em></td>
</tr>
<tr>
<td>10.30 - 11.00</td>
<td>Tea and Coffee <em>(St Aidan’s College)</em></td>
</tr>
<tr>
<td>11.00 - 12.30</td>
<td>6 Parallel Sessions <em>(St Aidan’s College and Trevelyan College)</em></td>
</tr>
<tr>
<td>12.45 - 13.45</td>
<td>Lunch <em>(Trevelyan College)</em></td>
</tr>
<tr>
<td>14.00 - 15.30</td>
<td>Plenary Session (Tim Besley) <em>(Trevelyan College)</em></td>
</tr>
<tr>
<td>15.30 - 16.00</td>
<td>Tea and Coffee <em>(St Aidan’s College)</em></td>
</tr>
<tr>
<td>16.00 - 18.00</td>
<td>7 Parallel Sessions <em>(St Aidan’s College and Trevelyan College)</em></td>
</tr>
<tr>
<td>19.30 - 22.15</td>
<td>Conference Dinner <em>(The Castle)</em></td>
</tr>
</tbody>
</table>

## Saturday 2nd April

<table>
<thead>
<tr>
<th>Time</th>
<th>Event</th>
</tr>
</thead>
<tbody>
<tr>
<td>08.30 - 10.30</td>
<td>7 Parallel Sessions <em>(St Aidan’s College and Trevelyan College)</em></td>
</tr>
<tr>
<td>10.30 - 10.50</td>
<td>Tea and Coffee <em>(St Aidan’s College)</em></td>
</tr>
<tr>
<td>10.50 - 12.50</td>
<td>7 Parallel Sessions <em>(St Aidan’s College and Trevelyan College)</em></td>
</tr>
<tr>
<td>12.50 - 13.45</td>
<td>Lunch <em>(Trevelyan College)</em></td>
</tr>
<tr>
<td>14.00 - 18.15</td>
<td>Excursion to Beamish Museum</td>
</tr>
<tr>
<td>19.30 - 22.15</td>
<td>Conference Dinner <em>(St Aidan’s College)</em> Hosted by the Dean of Business School, Tony Antoniou, Awarding of the Wicksell Prize, sponsored by Springer-Verlag Press</td>
</tr>
</tbody>
</table>

## Sunday 3rd April

<table>
<thead>
<tr>
<th>Time</th>
<th>Event</th>
</tr>
</thead>
<tbody>
<tr>
<td>09.00 - 10.30</td>
<td>6 Parallel Sessions <em>(St Aidan’s College)</em></td>
</tr>
<tr>
<td>10.30 - 11.00</td>
<td>Tea and Coffee <em>(Trevelyan’s College)</em></td>
</tr>
<tr>
<td>11.00 - 12.30</td>
<td>Plenary Session (Geraint Johnes) <em>(Trevelyan College)</em></td>
</tr>
<tr>
<td>12.30 - 13.30</td>
<td>Members Meeting *(all welcome) <em>(Trevelyan College)</em></td>
</tr>
<tr>
<td>13.30</td>
<td>Conference ends</td>
</tr>
</tbody>
</table>
CONTENTS

THE CONFERENCE PROGRAMME AT A GLANCE p.1
UNIVERSITY OF DURHAM: WHERE EVERYTHING IS p.3
CONFERENCE PRACTICALITIES p.4

PRESENTERS AND PAPER TITLES:
PLENARY SESSIONS p.5
CONFERENCE PROGRAMME p.6

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.  
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\textsuperscript{st} April, 14.00 – 15.30

Geraint Johnes (Lancaster)
“Higher Education Finance: Some Political Economy Issues”
Sunday 3\textsuperscript{rd} April, 11.00 – 12.30
**Thursday 31st March**

<table>
<thead>
<tr>
<th>Time</th>
<th>Session</th>
<th>Location</th>
<th>Chair</th>
<th>Summary</th>
</tr>
</thead>
<tbody>
<tr>
<td>16.30</td>
<td><strong>Environment I</strong></td>
<td>St Aidan’s College, Shincliffe Room</td>
<td>Borge, Lars-Erik</td>
<td>St Aidan’s College, Shincliffe Room</td>
</tr>
<tr>
<td></td>
<td>Demirbas, Dilek</td>
<td></td>
<td></td>
<td>Environmental Performance and Interest Group Theory: The Case of SMEs in Turkey with a Logit Model</td>
</tr>
<tr>
<td></td>
<td>Discussant</td>
<td>Svendsen, Gert Tinggard</td>
<td></td>
<td>Economic, Demographic and Political Determinants of Pollution Reassessed: A Sensitivity Analysis</td>
</tr>
<tr>
<td></td>
<td>Gassebner, Martin</td>
<td>Lamla, Michael;</td>
<td></td>
<td>How to Finance Collective Action for the Global Commons: Social Entrepreneurs and “Eco-Goods” Schemes</td>
</tr>
<tr>
<td></td>
<td>Discussant</td>
<td>Sturm, Jan-Egbert</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Ueda, Yoshifumi</td>
<td>Wegener, Andreas;</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Discussant</td>
<td>Svendsen, Gert T</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>Konishi, Hideki</td>
<td></td>
<td></td>
</tr>
<tr>
<td>16.30</td>
<td><strong>European Union I</strong></td>
<td>St Aidan’s College, Library</td>
<td>Blankart, Charles B</td>
<td>St Aidan’s College, Library</td>
</tr>
<tr>
<td></td>
<td>Fidrmuc, Jan</td>
<td>Ginsburgh, Victor</td>
<td></td>
<td>Languages in the European Union: The Quest for Equality and its Cost</td>
</tr>
<tr>
<td></td>
<td>Discussant</td>
<td>Asutay, Mehmet</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Pajala, Antti</td>
<td>Widgren, Mika</td>
<td></td>
<td>Beyond informal compromise: Testing conditional formal procedures of EU decision-making</td>
</tr>
<tr>
<td></td>
<td>Discussant</td>
<td>Skak, Morten</td>
<td></td>
<td></td>
</tr>
<tr>
<td>16.30</td>
<td><strong>Fiscal Federalism</strong></td>
<td>St Aidan’s College, Bailey Room</td>
<td>Jerome, Bruno</td>
<td>St Aidan’s College, Bailey Room</td>
</tr>
<tr>
<td></td>
<td>Feld, Lars P</td>
<td>Dede, Tarik</td>
<td></td>
<td>Fiscal Federalism and Economic growth: Cross-Country Evidence for OECD Countries</td>
</tr>
<tr>
<td></td>
<td>Discussant</td>
<td>Morrissey, Oliver</td>
<td></td>
<td>Fiscal Decentralization v. Progressive Taxation</td>
</tr>
<tr>
<td></td>
<td>Hodler, Roland</td>
<td>Schmidheiny, Kurt</td>
<td></td>
<td>China's Emerging Tax Regime: Devolution, Fiscal Federalism or Tax Farming?</td>
</tr>
<tr>
<td></td>
<td>Discussant</td>
<td>Hillman, Arye</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Zhu, Ze</td>
<td>Krug, Barbara;</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Zhe</td>
<td>Hendrichke, Hans</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Discussant</td>
<td>Blume, Lorenz – problem?</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
1.4 Grants and Subsidies

- Padovano, Fabio
- Veiga, Linda Goncalves

Discussant:
- Aysan, Ahmet Faruk
- Pinho, Maria Manuel

Discussant:
- Siebel, Jens Peter

1.5 International Financial Institutions

- Bohn, Frank
- Hagen Rune Jansen
- Krausz, Miriam

Discussant:
- Leon, Gabriel J
- Magris, Francesco
- 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 1st April

#### 2.1 Corruption I  8.30

**Trevelyan College: Dowrick Room**  
Chair: Schneider, Friedrich G  
Comparative Corruption  

Dreher, Axel  
Kotsogiannis, Christos,  
McCorriston, Steve  

**Discussant**  
Veiga, Linda Goncalves  

Paldam, Martin  
Borooah, Vani K.  

**Discussant**  
Pignon, Virginie  

Seldadyo, Harry  
de Haan, Jakob  

**Discussant**  
Schwarz, Peter  

Voigt, Stefan  
Feld, Lars P,  
van Aaken, Anne  

**Discussant**  
Feldmann, Horst  

#### 2.2 Education I  8.30

**St Aidan’s College, Shincliffe Room**  
Chair: Da Empoli, D  

Competition Effects in a Large Scale School Voucher System  

Andersen, Simon  
Calmar  

**Discussant**  
Balestrino, Alessandro  

Borge, Lars-Erik  
Naper, Linn Renee  

**Discussant**  
Bilek, Arnaud  

Haupt, Alexander  

**Discussant**  
Fischer, Justina A V  

Schutz, Gabriela  
Ursprung, Heinrich W,  
Woessmann, Ludger  

**Discussant**  
Ronning, Marte  

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
2.3 Inequality and Redistribution 8.30
St Aidan’s College, Library
Chair: Padovano, Fabio
Inequality, Efficiency of Redistributive Institutions and Redistribution: Is Government Effectiveness the Missing Link between Inequality and Redistribution?

Discussant Spagat, Michael
Mehlkop, Guido

Graeff, Peter
Eichenberger, Reiner

Redistribution and Inequality in a Truly Heterogeneous Society

Discussant Hodler, Roland
Savoia, Antonio
Easaw, Joshy,
MacKay, Andrew

The Relationship between Income Inequality and Institutions: An Empirical Analysis

Discussant Aysan, Ahmet Faruk

2.4 Re-Election Theory 8.30
St Aidan’s College, Lindisfarne Centre 1
Chair: Aidt, Toke
Why do voters knowingly send home competent politicians?

Discussant Dominguez Martinez, Silvia
Swank, Otto H,
Visser, Bauke

Weiffen, Britta

The Good, the Bad and the Populist: A Model of Political Agency with Expressive Voting

Discussant Jennings, Colin
Ponzano, Ferruccio
Wrasai, Phongthorn

Renstrom, Thomas

Quality of Politicians and Reelection Concerns

Discussant Gekker, Ruvin
Loertscher, Simon
Mandler, Michael
van Hees, Martin

Suphachalasai, Saph chol
Baigent, Nick
Maravall-Rodriquez, Carlos
Ida, Tomoya

2.5 Social Choice 8.30
St Aidan’s College, Bailey Room
Chair: Hagen, Rune Jansen
On Uncertainty Aversion under Complete Ignorance: Some Further Observations on Impossibility Results

Discussant Gekker, Ruvin
Loertscher, Simon
Mandler, Michael
van Hees, Martin

Suphachalasai, Saph chol
Baigent, Nick
Maravall-Rodriquez, Carlos
Ida, Tomoya

Fair Endowment Lotteries: Allocating Wealth via a Veil of Ignorance

Cardinality vs. Ordinality: A Suggested Compromise

In Praise of Manipulation
2.6 Terrorism 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

Ludvigsen, Stian Skar
Discussant Perrot, Delphine
Santos-Bravo, Ana Bela
Discussant Jean, Nicolas
Schnellenbach, Jan
Discussant Benesch, Christine
Zimmermann, Ekkart
Discussant Blankart, Charles B

2.7 Transition Economics 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

Buchen, Clemens
Discussant Jerome, Bruno
Horvath, Roman
Discussant Campos, Nauro F
Jerome, Bruno
Discussant Lemennicier, Bertrand
Sustersic, Snezana
Discussant Sustersic, Janez
Sustersic, Janez
Discussant Lamla, Michael
3.1 Budgeting and Credibility 11.00
Trevelyan College: Dowrick Room
Chair: Hayo, Bernd
Improving Credibility by Delegating Judicial Competence - The case of the Judicial Committee of the privy Council
Planning or Propaganda: An Evaluation of Germany's Medium-Term Budgetary Planning
Deficits and Divided Governments: The Case of the German "Bundesrat"

3.2 Corruption II 11.00
St Aidan’s College, Shincliffe Room
Chair: Eusepi, Giuseppe
The Political Economy of Corruption and the Role of Financial Institutions
Bureaucratic Corruption and Mass Media
The Bureaucrat and the Sea: A Budget Catch Model of Bureaucratic Rent-Seeking

3.3 Environment II 11.00
St Aidan’s College, Library
Chair: Morrissey, Oliver
Intergovernmental versus Intersource Emissions trading When Firms are Non-Compliant
A Game-Theoretical Approach to the Framework Convention on Climate Change
Political Institutions, Environmental Policy, and Growth

3.4 Local Debt 11.00
St Aidan’s College, Lindisfarne Centre 1
Chair: Sturm, Jan-Egbert
Government Weakness and Local Public Debt Development in Flemish Municipalities
The Institutional Choice of Alternative Liability Regimes for Subnational Government Debt: Two cases
On the Effectiveness of debt Brakes: The Swiss Experience
3.5 Migration I 11.00
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
Discussant Sturm, Jan-Egbert
Discussant Magris, Francesco Russo, Giuseppe
Discussant Paldam, Martin Chand, Sheetal K
Discussant Borella, Sara
Discussant

3.6 Shadow Economies 11.00
St Aidan’s College, Lindisfarne Centre 3
Chair: Schaltegger, Christoph
Good and Bad Equilibria with the Informal sector
Discussant Dijkstra, Bouwe R
Discussant Gerxhani, Klarita Ferrer-i-Carbonell, Ada
Discussant Schneider, Friedrich G Schaltegger, Christoph
Discussant

3.7 International Trade 11.00
St Aidan’s College, Bailey Room
Chair: Gassebner, Martin
Does Rapid Trade Liberalization Increase Corruption?
Discussant Tavares, Samia Chauvet, Lisa
Discussant Wiermann, Christian Ponzano, Ferruccio
Discussant Ida, Tomoya Russo, Giuseppe
Discussant

4.1 Plenary Session 14.00
Trevelyan College: Sir James Knott Hall
Chair: Kirchgaessner, Gebhard
Political Competition and Economic Performance
Discussant Besley, Tim
Discussant
<table>
<thead>
<tr>
<th></th>
<th>Competition</th>
<th>16.00</th>
<th>St Aidan’s College, Bailey Room</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td>Chair: Salmon, Pierre</td>
</tr>
<tr>
<td>Austin, D Andrew</td>
<td>Discussant</td>
<td>Franck, Raphael</td>
<td>City and Suburban Competition</td>
</tr>
<tr>
<td>Delfgaauw, Josse</td>
<td>Discussant</td>
<td>Vargas, Juan F</td>
<td>Reasons to Quit and Intra- versus Inter-Industry Job Mobility: Evidence from the Dutch Public Sector</td>
</tr>
<tr>
<td>Perrot, Delphine</td>
<td>Discussant</td>
<td>Wolf, Sacha G</td>
<td>Asymmetric Information and Security of Supply: An Application of Agency Theory to Electricity Markets</td>
</tr>
<tr>
<td>Vaubel, Roland</td>
<td>Discussant</td>
<td>Zimmermann, Ekkart</td>
<td>The Role of Competition in the Rise of Baroque and Renaissance Music</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>Economic Freedom</th>
<th>16.00</th>
<th>Trevelyan College: Dowrick Room</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td>Chair: Tridimas, George</td>
</tr>
<tr>
<td>Bjørnskov, Christian</td>
<td>Discussant</td>
<td>Jungeilges, Jochen</td>
<td>Political Ideology and Economic Freedom</td>
</tr>
<tr>
<td>Doucouliagos, Chris</td>
<td>Discussant</td>
<td>Ulubasoglu, Mehmet</td>
<td>The Impact of Economic and Political Freedom on Efficiency, Input Usage, Technical Change and Output Composition</td>
</tr>
<tr>
<td>Feldmann, Horst</td>
<td>Discussant</td>
<td>Ludvigsen, Stian Skar</td>
<td>Legal Structure and Labor Market Performance</td>
</tr>
<tr>
<td>Lamla, Michael</td>
<td>Discussant</td>
<td>Sustersic, Snezana</td>
<td>Empirical Assessment of Spillover Effects of Economic freedom</td>
</tr>
<tr>
<td></td>
<td>Discussant</td>
<td>Gassebner, Martin</td>
<td>Savoia, Antonio</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>Interest Groups</th>
<th>16.00</th>
<th>St Aidan’s College, Shincliffe Room</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td>Chair: Josselin, Jean-Michel</td>
</tr>
<tr>
<td>Boerner, Kira</td>
<td>Discussant</td>
<td>Le-Maux, Benoit</td>
<td>Political Economy Reasons for Government Inertia: The Role of Interest Groups</td>
</tr>
<tr>
<td>Brandauer, Stefan</td>
<td>Discussant</td>
<td>Englmaier, Florian</td>
<td>A Model of Delegation in Contests</td>
</tr>
<tr>
<td>Lind, Jo Thori</td>
<td>Discussant</td>
<td>Ueda, Yoshifumi</td>
<td>Fractionalization and Inter-Group Differences</td>
</tr>
<tr>
<td>Muenster, Johannes</td>
<td>Discussant</td>
<td>Kyriacou, Andreas</td>
<td>Simultaneous Inter- and Intra-Group Conflicts</td>
</tr>
<tr>
<td></td>
<td>Discussant</td>
<td>Fidrmuc, Jan</td>
<td></td>
</tr>
</tbody>
</table>
5.4 Monetary Policy I 16.00 St Aidan’s College, Library
Chair: Heineman, Friedrich
Political Monetary Cycles: The Political Manipulation of Monetary Policy Instruments and Outcomes in Turkey
Discussant: Belke, Ansgar
The Deregulation of Central Banking: Towards an International Market for Monetary Policy
Discussant: Bohn, Frank
How Robust are the Economic, Political and Institutional Determinants of seignorage?
Discussant: Hayo, Bernd
Does political instability lead to higher inflation? A panel data analysis
Discussant: Asutay, Mehmet
Political Monetary Cycles: The Political Manipulation of Monetary Policy Instruments and Outcomes in Turkey
Discussant: Rossi, Sergio
The Deregulation of Central Banking: Towards an International Market for Monetary Policy
Discussant: Bohn, Frank
How Robust are the Economic, Political and Institutional Determinants of seignorage?
Discussant: Hayo, Bernd

5.5 Political Institutions 16.00 St Aidan’s College, Lindisfarne Centre 1
Chair: Hillman, Arye
Constitutional Rules
Discussant: Dijkstra, Bouwe R
Party Governance and the Selection of Parliamentarians
Discussant: Turnovec, Frantisek
A Coalition Dominance Approach to party behavior and the moderating effects of proportional representation
Discussant: Jennings, Colin
Political Institutions and Economic Growth
Discussant: Congleton, Roger

5.6 Public Goods 16.00 St Aidan’s College, Lindisfarne Centre 2
Chair: Easaw, Joshy
Multiple "Honest Equilibria" in an Evolutionary Public Goods setting
Discussant: Bougheas, Spiros, Dasgupta, Indraneel
Tough Love versus Unconditional Charity
Discussant: Bruegger, Esther
Transfers and Altruistic Punishments in Third Party Punishment Game Experiments
Discussant: Steffen, Frank
Aggregation Technologies and the Voluntary Provision of Public Goods: Experimental Evidence
Discussant: Gerxhani, Klarita
<table>
<thead>
<tr>
<th>Time</th>
<th>Session</th>
<th>Location</th>
<th>Chair</th>
<th>Discussant</th>
</tr>
</thead>
<tbody>
<tr>
<td>16.00</td>
<td><strong>Trust and Social Capital</strong></td>
<td>St Aidan’s College, Lindisfarne Centre 3</td>
<td>Paldam, Martin</td>
<td>Schnellenbach, Jan</td>
</tr>
<tr>
<td></td>
<td>Trust and Growth in the 1990s: A Robustness Analysis</td>
<td></td>
<td></td>
<td>Mazzanti, Massimiliano</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Cainelli, Giulio</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Mancinelli, Susanna</td>
</tr>
<tr>
<td></td>
<td>Social Capital and R&amp;D as Joint Driving Forces behind Technological Innovations in an Industrial District</td>
<td></td>
<td></td>
<td>Michaelowa, Katharina</td>
</tr>
<tr>
<td></td>
<td>Trust and Fiscal Performance: A Panel Analysis with Swiss Data</td>
<td></td>
<td></td>
<td>Torgler, Benno</td>
</tr>
<tr>
<td></td>
<td>Foreign Aid Designed to Diminish Terrorist Atrocities can Increase them</td>
<td></td>
<td></td>
<td>Spagat, Michael</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Mandler, Michael</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>van Hees, Martin</td>
</tr>
</tbody>
</table>
Saturday 2nd April

6.1 Central Banking 8.30

Belke, Ansgar
Discussant: Stczynska, Barbara

Trevelyan College: Dowrick Room
Chair: Bohn, Frank
The Allocation of Power in the Enlarged ECB Governing Council: An Assessment of the ECB Rotation Model

Goehlmann, Silja
Discussant: Veiga, Francisco José

The Educational and Professional Background of Central Bankers and its effects on Inflation: An Empirical Analysis

Hayo, Bernd
Discussant: Voigt, Stefan

Inflation, Central Bank Independence and the legal System

Schonhardt-Bailey, Cheryl
Discussant: Bailey, Andrew

When Words Count More Than Votes: Decision-Making in the Federal Open Market Committee

6.2 Constitutions 8.30

Eusepi, Giuseppe
Discussant: Tullock, Gordon

St Aidan’s College, Shincliffe Room
Chair: Congleton, Roger
Who Shall Keep the Keepers Themselves? On the Moral Foundations of the Separation of Powers

Josselin, Jean-Michel
Discussant: Marciano, Alain

Constitutional Incompleteness and the Production of Law: Theoretical Assessment and Case Studies

Kyriacou, Andreas
Discussant: Vaubel, Roland

Functional, Overlapping, Competing, Jurisdictions and Ethnic Conflict Management

Tridimas, George
Discussant: Wintrobe, Ron

The Determinants of Independent Judicial Review

6.3 Development 8.30

Clots-Figueras, Irma
Discussant: Tavares, Samia

St Aidan’s College, Library
Chair: Krug, Barbara
Women in Politics: Evidence from Indian States

Michaelowa, Katharina
Discussant: Borrmann, Axel

What Determines Evaluation Outcomes? - Evidence from Bi- and Multilateral Development Cooperation

Vargas Juan F
Discussant: Restrepo, Jorge

The Severity of the Columbian Conflict: Cross-Country Datasets versus New Micro data

Zhang, Xueyuan
Discussant: Krug, Barbara, Reinmoller, Patrick

Historical Attitudes and Implications for path dependence: FDI development and Institutional changes in China

Discussant: Jensen, Peter
### 6.4 Education II 8.30
St Aidan’s College, Lindisfarne Centre 1  
Chair: Galli, Emma

<table>
<thead>
<tr>
<th>Discussant</th>
<th>Title</th>
<th>Discussant</th>
</tr>
</thead>
<tbody>
<tr>
<td>Anderberg, Dan</td>
<td>The Political Economy of Higher Education Policy with Endogenous Credit Constraints</td>
<td>Naper, Linn Renee</td>
</tr>
<tr>
<td>Balestrino, Alessandro</td>
<td>Local public choice of school spending: Some original results from the French data</td>
<td>Haupt, Alexander</td>
</tr>
<tr>
<td>Bilek, Arnaud</td>
<td>The Impact of Direct Democracy on Public Education: Evidence for Switzerland</td>
<td>Fiva, Jon H</td>
</tr>
<tr>
<td>Fischer, Justina A V</td>
<td>Property Taxation as Determinant of School District Efficiency</td>
<td>Schutz, Gabriela</td>
</tr>
<tr>
<td>Ronning, Marte</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### 6.5 European Union II 8.30
St Aidan’s College, Lindisfarne Centre 2  
Chair: Fidrmuc, Jan

<table>
<thead>
<tr>
<th>Discussant</th>
<th>Title</th>
<th>Discussant</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ahrens, Joachim</td>
<td>Deepening Integration in an Enlarged EU: A Club-Theoretical Perspective</td>
<td>Hagen Rune Jansen</td>
</tr>
<tr>
<td>de Jong, Eelke</td>
<td>Do Differences in Political Culture Hamper European Integration?: Lessons from the ECB.</td>
<td>Mercik, Jacek W</td>
</tr>
<tr>
<td>Skak, Morten</td>
<td>Labour Market Reform Incentives in the European Economic and Monetary Union</td>
<td>Turnovec, Frantisek, Mazurkiewicz, Mariusz</td>
</tr>
<tr>
<td>Mercik, Jacek W</td>
<td>Does Voting over National Dimension Provide more National Influence in the European Parliament than Voting over Ideological Dimension</td>
<td>Graeff, Peter</td>
</tr>
</tbody>
</table>

### 6.6 Political Economy I 8.30
St Aidan’s College, Lindisfarne Centre 3  
Chair: Dreher, Axel

<table>
<thead>
<tr>
<th>Discussant</th>
<th>Title</th>
<th>Discussant</th>
</tr>
</thead>
<tbody>
<tr>
<td>Le-Maux, Benoit</td>
<td>Complexity, Political Conflict and Budgetary Incrementalism: the Case of the French Departments</td>
<td>Salmon, Pierre</td>
</tr>
<tr>
<td>Leon, Gabriel J</td>
<td>Delayed returns, Policy Paralysis and Economic Reform in the Developing World</td>
<td>Montoro-Pons, Juan D</td>
</tr>
<tr>
<td>Marchese, Carla</td>
<td>Mean Voting Rule and Strategical Behavior: an Experiment</td>
<td>Montefiori, Marcello</td>
</tr>
<tr>
<td>Steffen, Frank</td>
<td>The Chairman's Paradox Revisited</td>
<td>Braham, Matthew</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Schram, Arthur</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Palda, Martin</td>
</tr>
</tbody>
</table>
6.7 Taxation  8.30  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?"

Discussant  Easaw, Joshy

Koester, Gerrit B
Discussant  Winer, Stanley

Pinar, Abuzer
Discussant  Feld, Lars P

Wrede, Matthias
Discussant  Borck, Rainald

Discussant  Muenster, Johannes

7.1 Aid  11.00  Trevelyan College: Dowrick Room
Chair: Veiga, Francisco Jose
The Political Economy of US Aid to Pakistan

Discussant  Zhang, Xueyuan

Anwar, Mumtaz
Discussant  Michaelowa, Katharina

Chauvet, Lisa
Discussant  Gassebner, Martin

Dreher, Axel
Discussant  Sturm, Jan-Egbert

Schmidt, Dorothee
Discussant  Zhu, Ze

Discussant  Wiermann, Christian

7.2 Electoral Systems  11.00  St Aidan’s College, Shincliffe Room
Chair: Tullock, Gordon
Taxation and the extension of Voting in Western Europe: 1860-1938

Discussant  Aïdtt, Toke S

Jensen, Peter
Discussant  Neckermann, Susanne

Meon, Pierre-Guillaume
Discussant  Sekkat, Khalid,

Weill, Laurent

Discussant  Goehlmann, Silja

Ricciuti, Roberto
Discussant  Nogare, Chiara Dalle

Suojanen, Maria
Discussant  Buchen, Clemens

Discussant  Geys, Benny

Discussant  Institutional reforms Now and Benefits Tomorrow: How far is tomorrow?

Discussant  Chief Executives' Term Limits and Fiscal Policy Choices: International Evidence

<table>
<thead>
<tr>
<th>Time</th>
<th>Session</th>
<th>Location</th>
<th>Chair</th>
<th>Speaker</th>
<th>Discussant</th>
<th>Topic</th>
</tr>
</thead>
<tbody>
<tr>
<td>7.3 Human Rights</td>
<td>11.00</td>
<td>St Aidan’s College, Library</td>
<td>Zimmermann, Ekkart</td>
<td>Blankart, Charles B</td>
<td>Ferrero, Mario, Voigt, Stefan</td>
<td>Donors without rights: The Tragedy of Organ Transplants</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Blume, Lorenz</td>
<td>Mazzanti, Massimiliano</td>
<td>The Economic Effects of Human Rights</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Wintrobe, Ron</td>
<td>Tridimas, George</td>
<td>Rational Extremism--The Calculus of Discontent</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Congleton, Roger</td>
<td>Boerner, Kira</td>
<td>Economic Development and democracy, Does Industrialization Lead to Universal Suffrage?</td>
</tr>
<tr>
<td>7.4 Learning</td>
<td>11.00</td>
<td>St Aidan’s College, Bailey Room</td>
<td>Wickstrom, Bengt-Arne</td>
<td>Baigent, Nick</td>
<td>Xu, Yongsheng</td>
<td>Decisions Under Complete Ignorance</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Bischoff, Ivo</td>
<td>Ahrens, Joachim</td>
<td>Party Competition in a Complex Environment: Do Politicians Learn Good Economic Policy?</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Bruegger, Esther</td>
<td>Berentsen, Aleksander, Loertscher, Simon</td>
<td>Learning, voting and the information trap</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Maravall-Rodriguez, Carlos</td>
<td>Gehrmann, Bjorn</td>
<td>The Consequences of Commitment when Candidates have Private Information</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Gekker, Ruvin</td>
<td></td>
</tr>
<tr>
<td>7.5 Political Economy II</td>
<td>11.00</td>
<td>St Aidan’s College, Lindisfarne Centre 1</td>
<td>Winer, Stanley</td>
<td>Franck, Raphael</td>
<td>Krausz, Miriam</td>
<td>Collusion Between the central bank and Private banks: Does the Separation of Monetary Policy from Banking Supervision Help?</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Turnovec, Frantisek</td>
<td>Schneider, Friedrich G</td>
<td>Power Indices: A Unified Approach</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Paterson, Iain</td>
<td>Mercik, Jacek W, Mazurkiewicz, Mariusz</td>
<td>A Lesser Known Probabilistic Approach to the Shapley-Shubik Index and Useful Related Voting Measures.</td>
</tr>
</tbody>
</table>
7.6 Public Debt  
Galli, Emma  
*Discussant*  
Imbeau, Louis M  
Siebel, Jens Peter  
*Discussant*  
Sturm, Jan-Egbert  
*Discussant*  
Galli, Emma  
Padovano, Fabio  
*Discussant*  
Ashworth, John  
*Discussant*  
Lind, Jo Thori  
*Discussant*  
de Haan, Jakob,  
de Groot, Olaf  
*Discussant*  
Dominguez Martinez, Silvia  

7.7 Voting  
Helin, Juha  
*Discussant*  
Jean, Nicolas  
*Discussant*  
Lemennicier, Bertrand  
*Discussant*  
Schram, Arthur  
*Discussant*  
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  
Discussant: Ashworth, John  
Policy Discourse, Fiscal Rules and Budget Deficits: A Median Voter Model  
Discussant: Lind, Jo Thori  
Budget Deficit, Size of the Public sector and Majority Voting  
Discussant: Heinemann, Friedrich  
Policy Adjustments and the Sustainability of Public Finances in the Netherlands  
Discussant: Dominguez Martinez, Silvia  

11.00 St Aidan’s College, Lindisfarne Centre 3  
Chair: Schonhardt-Bailey, Cheryl  
Party competition and electoral turnout  
Discussant: Vermeir, Jan  
Macroeconomy or Partisan Endorsement: Results from French Local Elections, 1983-2001  
Discussant: Santos-Bravo, Ana Bela  
The misfit between French voters and their representatives at the parliament: causes en consequences  
Discussant: Schelker, Mark  
Preference Uncertainty and Voter Participation: An Experimental Study  
Discussant: Grosser, Jens,  
Kugler, Tamar  
Discussant: Pickhardt, Michael
### Sunday 3rd April

#### 8.1 Culture  9.00

<table>
<thead>
<tr>
<th>Speaker</th>
<th>Title</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ferrero, Mario</td>
<td>Schmidt, Dorothee</td>
</tr>
<tr>
<td>Fischer, Justina A V</td>
<td>Dorn, David, Kirchgassner, Gebhard</td>
</tr>
<tr>
<td>Weiffen, Britta</td>
<td>Mehlkop, Guido</td>
</tr>
</tbody>
</table>

### 8.2 European Union III  9.00

<table>
<thead>
<tr>
<th>Speaker</th>
<th>Title</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fidrmuc, Jan</td>
<td>Doyle, Orla</td>
</tr>
<tr>
<td>Gehrmann, Bjorn</td>
<td>Nurmi, Hannu</td>
</tr>
<tr>
<td>Salmon, Pierre</td>
<td>Bengtsson, Mikael</td>
</tr>
</tbody>
</table>

### 8.3 Evasion  9.00

<table>
<thead>
<tr>
<th>Speaker</th>
<th>Title</th>
</tr>
</thead>
<tbody>
<tr>
<td>Feld, Lars P</td>
<td>Frey, Bruno S</td>
</tr>
<tr>
<td>Schelker, Mark</td>
<td>Eichenberger, Reiner</td>
</tr>
<tr>
<td>Schneider, Friedrich G</td>
<td>Halla, Martin</td>
</tr>
</tbody>
</table>

### 8.4 Migration II  9.00

<table>
<thead>
<tr>
<th>Speaker</th>
<th>Title</th>
</tr>
</thead>
<tbody>
<tr>
<td>Boerner, Kira</td>
<td>Übelmesser, Silke</td>
</tr>
<tr>
<td>Nannestad, Peter</td>
<td>Krausz, Miriam</td>
</tr>
<tr>
<td>Russo, Giuseppe</td>
<td>Magris, Francesco</td>
</tr>
<tr>
<td></td>
<td>Gerard, Marcel</td>
</tr>
</tbody>
</table>

---

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  
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  
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  
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
8.5 Political Cycles 9.00 St Aidan’s College, Lindisfarne Centre 2
Chair: Schram, Arthur
Confidence or Competence: Do Presidencies Matter for Households' Subjective Preferences?
Discussant: Helin, Juha

Vermeir, Jan
Geys, Benny
Discussant: Ebeling, Michael
Wolf, Sacha G
Blankart, Charles B
Discussant: Meon, Pierre-Guillaume

8.6 Size of Government 9.00 St Aidan’s College, Lindisfarne Centre 3
Chair: Dijkstra, Bouwe R
The Mystery of Brazil
Discussant: Josselin, Jean-Michel
Tullock, Gordon
Discussant: Galli, Emma
Winer, Stanley
Ferris, Stephen, Park, Soo-Bin

9.1 Plenary Session 11.00 Trevelyan College: Sir James Knott Hall
Chair: de Haan, Jakob
Higher Education Finance: some political economy issues'

Johnes, Geraint

10.1 Members' Meeting Trevelyan College: Sir James Knott Hall
Chair: Kirchgassner, Gebhard