Index

Titles of publications are shown in italics.

Abramson, P.R. 172, 173
academia and awards 317–18
Ackerman, Bruce 81
African National Congress (ANC) 91–2
Ahern, Bertie 39
Alchian, Armen 286
Alesina, Alberto 43
Aleskerov, F. 169
allocation of rights, language 323–4
Alper, E. 169
altruism and public good provision 299–300
ANC (African National Congress) 91–2
Antitrust Authority, Italy 229–30
apartheid regime, South Africa 98–9
Arroyal, Leon de 54
asymmetric rent-seeking contests 257–77
awards 313–20
Axelrod, Robert 279, 280–81

Baha’i religion 354
Balkan countries
  bankruptycies 249–52
government budgets 240–49
  Ottoman Empire 237–40
Balmes, Jaime 56
bankruptcies, government 236–52
  Balkan countries 249–52
  Ottoman Empire 250
Barro, R.J. 199
Becker, Gary S. 44–5, 198
Bednar, Jenna 98
Belgium, power sharing 95–6
Bengtsson, A. 168
Berlusconi, Silvio 82
biased rent-seeking contests 257–77
bilateral Prisoner’s Dilemmas 280–84,
  288–91
Bird, Richard 86–7
Black Local Authorities, South Africa 100
Blaug, Mark 197–8
Bok, Sissela 138
Borda Count 162, 163
Borgia, Cesare 135–6
borrowing
  provincial government, South Africa 111
  see also debt, government
Boscoli, Pietro Paolo 138
Bourbon Spain and centralization 53
Boyd, Robert 293, 294
Brennan, Geoffrey 71
Breton, Albert 84, 85
Britain, see United Kingdom
Buchanan, James M. 2, 17–33, 71, 286,
  289, 295
Buddhism 355
Budget Council, South Africa 115–16
Bulgaria 245, 251–2
Bulliet, R.W. 355
business sector awards 318–20

Cádiz Constitution of 1812 48, 57–63
Calculus of Consent, The (Buchanan) 17–33
Callippus 136
Cammelli, A. 202, 204
Campomanes, Pedro Rodriguez de 54
Canada, competition 73
Capponi, Agostino 138
Carli, Guido 229
Carlos I of Spain 51–2
Carlos III of Spain 55
Carlos IV of Spain 57

361
Casas Pardo, José 1, 2, 17  
centralization  
  Bourbon Spain 53  
  EU 38–9, 82  
  and Thatcherism 69, 72–3, 74, 75, 81, 82  
  see also decentralization  
Charles of Spain, see Carlos  
Chicago School Thinking 14  
China, decentralization 75  
Chirac, Jacques 80  
Christianity 347–8  
class and likelihood of studying science degree 211–13  
class Prisoner’s Dilemmas 289, 291  
class-rules and clustering 291  
closeness of elections and voter turnout 167–73  
clique-rules and clustering 291  
club/team Prisoner’s Dilemmas 289, 291  
clubs and provision of public goods 298–9  
counties of party support and voter turnout 169–73  
Britain 170–73  
cohort-centred analysis of language rights 333–4  
Columbus, Christopher 51  
Committees of Ministers and Members of Executive Councils (MINMEC) 115–16  
Commodus, conspiracy against 131  
communism as exclusive faith 348–9  
compensated variation criterion 326–7  
competition  
  and decentralization 73–4, 96–7  
  and EU Constitution 41–2  
  mobility-based 71–2, 76  
  political, and electoral turnout 160–75  
  regulatory and fiscal, EU 43–5  
  yardstick competition 77–8  
conditional cooperation 282–5  
Condorcet completions 165  
Congleton, Roger D. 49, 279–80, 286, 287, 290, 291–2  
conservatism, US and UK 72–3; see also Reagan administration; Thatcher government  
consociationalist provisions, South Africa 95–6  
consensus 125–38  
  counter-plots 131–5  
  and game theory 142–4  
  strategies 127–30, 135–7  
Constitution of 1812 (Cádiz Constitution) 48, 57–63  
  constitutional constraints 71  
  constitutional framework, South Africa 100–104  
conventions  
  Cádiz Constitution 48, 57–63  
  European Union 40–42  
  medieval 49–50  
  constraints on government 71  
  consumption increase due to large inflow of rent 193  
  conversion to exclusive faiths 345–57  
Conze, E. 355  
cooperation  
  between levels of government, South Africa 115–16  
  in multilateral Prisoner’s Dilemmas 279–93  
  and public good provision 300–301  
Corden, Max 179  
Cowans, J. 56  
Cowell, F.A. 147  
‘cumul des mandats’, France 81  
D’Orco, Don Ramiro 136  
Davies, S. 199  
De Rege et Regis Institutione (Mariana) 56  
debt, government 236–7  
  Bulgaria 251–2  
  Greece 250–51  
  Ottoman Empire 237–9, 250  
  Serbia 251  
decentralization  
  and economic reforms 68–86  
  South Africa 97, 100–116  
  see also federalism  
delegation discouragement in Prisoner’s Dilemmas 282–5, 292  
demand for rules 26–30  
democracy, South Africa 92–3, 95–8  
Democratic Alliance, South Africa 92
Index

democratic deficit
European Central Bank 43
European Union 42
Demsetz, Harold 286
Detmold, C.E. 138
Dion of Syracuse 136
 Discourses (Machiavelli) 125–6, 127, 128–30, 131, 132, 133–4, 136–7
diversification, religions 349–50
Downs, voter calculus 161, 174
Dutch Disease 179–94

earnings, graduates, Italy 204–5, 206–10
economic clubs, Spain 54
economic governance, European Union 43
economic liberalism, 18th-century Spain 54–5
economic reform and political decentralization 68–86
economic theory of rules 30–31
education
 higher education and human capital 199–215
returns on investment 197–9
efficiency of rules 13–14
efficient allocation of rights 326–7
efficiency versus quality 329–30
language rights 330–36
welfare-optimal 336–41
elections
 and Cádiz Constitution 62
voter turnout, see electoral turnout
electoral disproportionality measures 154–5
electoral turnout 160–75
 Britain 170–73
and closeness of election 167–73
Finland 168–70
and voting system 162–7
employment, new graduates, Italy 204–5
enforcement in Prisoner’s Dilemmas 292
Engels, F. 348
equilibria in rent-seeking models 261–4
biased regulator 274–6
unbiased regulator 267–73
Equitable Share grant, South Africa 106–7, 114
 ‘Ethical rules, expected values, and large numbers’ (Buchanan) 289
ethics
 and rules 29–32
see also morality
EU, see European Union
European Central Bank 43
European Parliament and economic governance 43
European Union
 Constitution 40–42
economics governance 37–45, 68
referenda on Constitution and Lisbon Treaty 39–40
 Evolution of Cooperation, The (Axelrod) 280
evolution of rules 13–14
exchange Prisoner’s Dilemmas 288–9
exchange rates
 Bulgarıa 245
and Dutch Disease 179–94
Greece 244–5
Ottoman Empire 238, 240
Romania 241
Serbia 248–9
exclusive faiths 345–57
exit option, Prisoner’s Dilemmas 283, 284
multilateral Prisoner’s Dilemmas 285–7
fairness and language rights 328–30
fascism as exclusive ideology 356
federalism
and competition 96–7
as constraint on government 71
South Africa 97
see also decentralization
Feijoo, Benito Jeronimo 56
Felipe of Spain, see under Philip Felsenthal, Dan S. 175
Ferdinand II of Aragon 51
Ferdinand VII of Spain 57, 63
Fernández de Leiva, Joaquín 64
fifth column 137
Filippov, Mikhail 98
Financial and Fiscal Commission, South Africa 101
Index

financial crises
  Balkan countries 236–52
  and institutional structures 15
  and state intervention, Italy 225–33
financial incentives for studying science
  213–14
Finland, voter turnout 166–7, 168–70
  first-past-the-post system 162, 163
  and voter turnout 166
fiscal and monetary developments,
  Balkan countries 240–49
fiscal competition, EU 43–5
fiscal issues, South Africa 106
  local government 112–14
Fisher, J. 55
foreign exchange supply and demand
  after resource find 182–3
France
  ‘cumul des mandats’ 81
  support for EU 39–40
free trade arguments, 18th-century
  Spain 55
Friedman, M. 198
funding for science degrees 213–14
Gallagher, M. 154
Galor, O. 197
  game theory and conspiracy 142–4
Gassler, R.S. 301
Gauss, C. 137
Gauthier, David 287
Gemmell, N. 199
generalized entropy inequality indices
  147–8
  and effective number of parties
  148–50
Ginsburgh, Victor A. 314
Gobetti, Piero 357
government bankruptcy 236–7
  Balkan nations 237–52
  government intervention in Italian economy 225–33
  governmental provision of public goods, voting for 301–9
Gradstein, M. 260
  graduates, Italy 201–10
  earnings 204–10
  in science 210–14
  grants, South African provinces 108–9
Greece
  bankruptcies 250–51
  finances 240–41, 242–5
Grofman, B. 173
Grönlund, K. 168, 170, 172, 173
Gual, J. 258
Hapsburg family and Spain 51–2
Hare’s system 164
Hieronymus, conspiracy against 129
higher education, Italy 197–215
  History of Florence (Machiavelli) 133
Hobbes, Thomas 24–6, 28–9, 32–3
Holzman, R. 165
honesty as behavioural pattern 301
  horizontal competition, federal systems 96–7
Huberman, Bernardo A. 314
human capital 197
  and higher education 197–215
Hume, David 294–5
Iannaccone, L. 346, 349, 350, 352
ideologies, see political ideologies
impure altruism model 299–300
income inequality, South Africa 93–4
India, power sharing 95
inequality, South Africa 93–4
inequality analysis, effective number of parties in a system 146–58
  generalized entropy indices 147–8
information asymmetry and voter disadvantage 76–7
information transmission and rent-seeking contests 265–76
Inkatha Freedom Party 92
institutional cooperation, South Africa 115–16
institutional design perspective,
  decentralization and economic reform 70–79
institutions 11–16
  efficiency, evolution and existence 13–14
  publicness 12–13
  total and marginal theories 22–4
  see also rules
interest groups and rent-seeking contests 259–60
Index

 legislative role of provincial government, South Africa 101–2, 105–6, 110
legitimacy, EU 42
leisure economy as result of large inflow of rent 193–4
liberal theory of justice 328
liberalism and exclusivity 357
Spain 47–65
Lijphart, A. 146
Limits of Liberty, The (Buchanan) 17–33
Lisbon Treaty 41, 42
Irish referendum 39
local government, South Africa 99–100, 103–4, 111–14
Lodge, Tom 93
Logic of Collective Action, The (Olson) 134
Maastricht Treaty 42
Machiavelli, Niccolò 125–38
macroeconomic reforms, Italy 231–2
Majone, Giandomenico 42
Marchena, Jose 56–7
marginal and total theories of political institutions 22–4
Mariana, Juan 56
market failure 12–13, 14
market-preserving federalism 71, 75
market signalling by exclusivity 349–54
market success 14
Martimort, D. 257
Marx, Karl 139
Matshiqi, Aubrey 93
McKay, A. 257
McMahon 215, 216
Medicis, conspiracies against 132–3, 134, 138
medieval governance, Spain 49–52
Mejía Lequerica, José 64
Mexico, growth path 185
Mezzogiorno, Italy 228–9
microeconomic reforms, Italy 231
military sector and awards 316–17
MINMEC (Committees of Ministers and Members of Executive Councils) 115–16
Mitterrand, François 69, 82
mobility-based competition 71, 76
Molinar, J. 153
monarchies and awards 315–16
Moñino, José 55, 57
monotheism and exclusivity 348
monotonic voting systems 162
Montedison 229
Morales Duárez, Vicente 64
morality
and Prisoner’s Dilemmas 287–91
and public good provision 300–301
Moulin, H. 165
multilateral Prisoner’s Dilemmas
279–93
and exit 285–7
municipal infrastructure grant, local
government, South Africa 114
Myerson, Roger 97–8
Napoleon, Joseph 57
Nash equilibrium
and conspiracy 143–4
rent-seeking model 261
National Council of Provinces
(NCOP), South Africa 101–2, 106
nationalism as exclusive ideology 356–7
NCOP (National Council of
Provinces), South Africa 101–2, 106
Nelematus 129–30
Nero, conspiracy against 129
Netherlands, support for EU 40
New Deal programme 81, 82
New Federalism
Nixon administration 75, 81
Reagan administration 72, 74–5
Nitzan, S. 261
Nixon, Richard 75, 81
no-show paradox 164
normative theory of political
organization 20–22
North, Douglass C. 292
Northern Ireland, elections to British
Parliament 155–7
Nueva Planta Decrees 53
Nurmi, H. 165

Olivide, Pablo de 55
Olson, Mancur 84, 134
OPEC countries, growth paths 184–5
open bankruptcies, Balkan countries
249–52
ordinary choice 26–7
Ottoman Empire, bankruptcy 237–40,
250
Pamuk, Sevket 237
parents’ education, and likelihood of
studying science 213
parliaments
European Parliament 43
medieval 50–51
parliamentary authority in Cádiz
Constitution 60–62
participation axiom 163
parties, see political parties
paternalism, EU 39–40
Pazzi conspiracy against Medicis
132–3
Pérez, J. 165
Perotti, Robert 43
Philip II of Spain 236
Philip V of Spain 53
philosophical monotheism 354
Pierson, Paul 81
Pigou–Dalton property 150
Plato 328
plurality runoff system 163–4
and voter turnout 166–7
political decentralization, see
decentralization
political ideologies
as exclusive faiths 348–9, 356–7
and rent-seeking contests 257–8
signalling value of exclusivity 353
political liberalism, 18th-century Spain
55–7
political obligation and normative
theory of political organization
20–22
political parties
competition and electoral turnout
160–75
effective number 146–58
political reactions to large inflow of
rent 190–94
political systems
effective number of parties 146–58
South Africa 91–5
Popper, Karl 83
portfolio diversification, religions 349–50
power sharing systems 95–6
pre-defined groups 285–6
price levels
Greece 244–5
Ottoman Empire 240
Romania 242
Serbia 246–8
Prince, The (Machiavelli) 133, 135–6
princes and Machiavellian conspiracy theory 131–7
Prisoner’s Dilemma with Exit (PDE) 279–80
Prisoner’s Dilemmas and cooperation 279–93
bilateral and multilateral 280–85, 288–9
and exit option 285–7
private government provision of public goods 299
private provision of public goods 297–310
voting for 301–9
private returns of education 197–8
privatizations, Italy 230
process perspective on decentralization and reform 79–85
property rates, South Africa 113
provincial government, South Africa 99, 101–3, 104–6, 107–11
legislative powers 101, 105–6
revenues 102–3, 107–9
Przeworski, Adam 93
Public Choice 70
public expenditure reforms, Italy 231–2
public firms, Italy 228–30
public goods
and institutions 12–13
voluntary provision 297–310
public human capital formation, Italy 210–14
public spending after resource find 183
punishment strategies in Prisoner’s Dilemmas 282–3, 284–5, 292
pure altruism model 299
Qian, Yingyi 71
race and inequality, South Africa 93–4
racial alignment of voters, South Africa 92
Ramos Arizpe, Miguel 63
rational choice theory and voter turnout 160–61, 173–4
Rauch, J. 198
Rawls, John 24, 328
Reagan administration 69, 72, 74–5, 80, 81, 82
reciprocity
and cooperation in public good provision 300–301
and Prisoner’s Dilemmas 280–81, 282, 283–4
redistribution policies, South Africa 94–5
reforms
and decentralization 68–86
as processes 79–80
regional government, South Africa 99; see also provincial government
Regional Services Council levy, South Africa 113
Regional Services Councils, South Africa 100
regions and effective number of parties in a system 153–4
regulator preferences in rent-seeking contests 257–77
regulatory competition, EU 43–5
religions
conversion 345
and exclusivity 346–8, 354–6
response to risk 349–50
and signalling model 351–3
rent-seeking contests and regulator preferences 257–77
and information transmission 265–76
resource curse 180
resource finds 179–94
and Dutch Disease 186–90
and foreign exchange supply and demand 180–83
OPEC countries 184–5
political reactions 190–94
retributive strategy, Prisoner’s Dilemma 282–3, 284–5
revenues
local government, South Africa 104, 112–13
provincial government, South Africa 102–3, 107–9
Richerson, Peter J. 293, 294
rights, language 322–42
Riker, William 75
Ringrose, D. 55
risk, religions’ response to 349
Roland, Gerard 79
Roman Emperors and conspiracies 133
Romania 241–2
Romer, P. 199
Rose-Ackerman, Susan 87
royal powers in Cádiz Constitution 59–60
rules 11–16
supply and demand 26–30
Sala-i-Martin, X. 199
Salmon, Pierre 77, 78, 97
Samuelson, Paul 12
Sarkozy, Nicolas 37, 41, 81–2
Scevinus, conspiracy against 129
Scharpf, Fritz W. 44
Schumpeter, J. 92–3
science graduates
as determinant of human capital 200
Italy 202, 210–14
Secret Diplomatic History of the Eighteenth Century (Marx) 139
self-selected groups, Prisoner’s Dilemmas 285–6, 289
Semenov, A. 257
Serbia
bankruptcies 251
finances 240–41, 246–9
Shiller, Robert 225
signalling model
and political ideologies 353
and religion 351–2
Sikh religion 354–5
Simpson, E. 172
single transferable vote 164
Smith, Adam 295
social class and likelihood of studying science degree 211–13
social norms and public good provision 300–301
social returns of education 197–8
socialism as exclusive faith 348–9
Socrates 328
solidarity-rules 290–91
South Africa 90–118
constitutional framework 100–116
democracy preservation 95–8
political framework 91–5
territorial government under apartheid regime 98–100
Spain 47–65
Cádiz Constitution 48, 57–63
economic liberalism 54–5
government in 18th century 52–3
medieval governance 49–52
political liberalism 55–7
Spinoza, Benedict 24–5
state
conspiracy against 134
intervention in Italian economy 225–33
see also government
Steinbrück, Peer 37
strong principle of transfers 151
structural reforms, Italy 230–32
study abroad, Italian students 211
Suarez, Francisco 56
subsidies and likelihood of studying science degree 213–14
Sumner, W.G. 295
supply of rules 26–30
Supreme Central and Governmental Council (Junta) of Spain 57
Switzerland 73
taxation
local government, South Africa 104, 112–13
provincial government, South Africa 102–3, 107–8
and rational decision-making 31
tax reforms, Italy 231
team-rules 291
Temple, J. 199
Terhalle, Fritz 236
territorial government system, South Africa 98–100
Thatcher government 69, 72, 74, 75, 80, 81, 82
Theodorus, conspiracy against
Hieronymus 129
Tingsten, H. 170, 173
tit-for-tat strategy, Prisoner’s Dilemma
280–81, 282, 283–4
To the Spanish Nation (Marchena) 56
Tollison, R.D. 199
total and marginal theories of political
institutions 22–4
transfer sensitivity of inequality index
150–53
transfers, local government, South
Africa 113–14
Treisman, Daniel 68, 71, 75, 82
Trillas, F. 258
trust-rules 290–91
Tsebelis, George 80
Tullock, Gordon 19, 286
Tullock probability function 260
uncertainty, religions’ response to
349–50
United Kingdom
Conservative government and
privatization 72
elections and voter turnout 170–73
Northern Ireland elections to UK
Parliament 155–7
Thatcherism and centralization 69,
72–3, 74, 75, 81, 82
United States
competitive markets 73–4
Reaganism and decentralization 69,
72, 74–5, 80, 81, 82
universal cost-sharing and language
rights 338–41
unsatisfied demand and non-profit
institutions 297
user charges and fees, local
government, South Africa 112–13
Vaillancourt, François 86–7
van Ours, Jan C. 314
van Winden, F. 260, 265
Vanberg, Viktor J. 279–80, 286, 287,
290, 291–2
veiled bankruptcy 236–7
Ottoman Empire 238
Venezuela, growth path 185
Verney, Luis Antonio 56
vertical competition, federal systems 96
veto players 80–81
voluntary provision of public goods
297–310
voter turnout, see electoral turnout
voters and information asymmetry
76–7
voting on provision of public goods
301–9
voting systems
and incentives 161–5
and voter turnout 165–7
weak principle of transfers 150
Weil, D.N. 197
Weingast, Barry 69, 71, 75, 87
welfare-optimal allocation of language
rights 336–41
Westminster model of government,
South Africa 92
White Local Authorities, South Africa
100
Wildgen, J. 153
Willett, T.D. 199
Wintrobe, Ronald 84
Witte, A.D. 216
yardstick competition 77–8