

# 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  
    bankruptcies 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, Pietropaolo 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 Rodríguez 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

- 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
- club-rules and clustering 291
- club/team Prisoner's Dilemmas 289, 291
- clubs and provision of public goods 298–9
- clusters 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
- conspiracy 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
- constitutions  
 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
- defection 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

- 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  
 Bulgaria 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

- 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  
 Herfindahl index 146, 150, 154, 155  
 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

- and information transmission 265–76
- intergenerational efficiency, language rights 334–5
- Intergovernmental Relations Framework Act 2005, South Africa 116
- International Who's Who* (Neal) 314
- intracommunity cost-sharing and language rights 336–8
- Ireland, Northern, elections to British Parliament 155–7
- Ireland, referendum on Lisbon Treaty 39
- Isabella I of Castile 51
- Islam 347
- Italy
  - higher education and human capital 197–215
  - public intervention in economy 225–33
- Johnes, G. 198, 215
- joint enterprise Prisoner's Dilemmas 279, 288
- Jovellanos, Gaspar de 54
- Judaism 347
- Judson, R. 199
- Judt, Tony 86
- justice and language rights 328–30
- Karvonen, L. 170
- Keynes, J.M. 225
- Knight, Frank 25–6
- Kroes, Neelie 41
- L–T measure of effective number of parties in a system 146, 150
- labour market effect of large inflow of rent 191–3
- Lambsdorff, Otto, Graf 40–41
- land ownership under apartheid, South Africa 99
- language rights 322–42
- Lassko–Taagepera measure of effective number of parties in a system 146, 150
- Lazaretou, Sophia 242–4, 250
- Lazear, E. 215
- 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. 169  
  
 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
- Schultz, T.W. 198
- 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
  - governance 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