Index

accountability 25–6, 62
accounting in public management 130–31
actors
  multiple 22–8, 32–3
  nation states as 31–3
  non-state 23, 27, 28, 32
administration systems 127–9
African countries 97
agency 55–8, 122–3
aggregation technology 25, 35
anonymity condition 42, 46–7, 48–9, 55
anti-Keynesian policies 157
antibiotics in animal feed 145–6
asymmetric information 43–4, 51–2, 54
banking provision 105–13
bilateral agencies 29
Breton Woods Institutions 29, 32
Britain 92, 94, 134–5
budgeting, public management 130–31
building blocks 23, 24
capital, access to 55, 57–9
capital market liberalization (CML) 157–9
Central Bank 154, 157, 161
charities 53
child-care 59–61
China 97
citizen ownership 56
civil society 25–6, 31–2, 89, 98
climate change 10, 142–4
club goods 69, 137, 138–9
Coase, Ronald 2
coercive powers 27
collective action 152–5
collective-action components 26–8, 31–3
collective public goods provision 120
commercial banks 106–7
common market 71–3
common pool resources 17
communication services 23, 70, 80
communism 160
competition 105, 132–3
cross-border 90
  perfect, conditions for 42–50
  rules of 71–2, 74
competitive multinational space 68
conflict management 7, 26
consumer choice 124–5
consumer cooperatives 53
consumer demand 46
consumer groups 25
consumer well-being 41, 42–55, 61
consumption
  non-rivalrous property of 150
  publicness in 14, 15–21, 22
contractionary policies 156
count by consumers 124–7
coooperatives 4–5, 53, 54, 58
credence goods 126
cultural norms 26
decentralization 121–2, 133
decentred governance 133
democracy 134
developing countries 97–100, 155, 158
capital markets, opening up to 159
  and inequity in global reserve system 161–2
  and transfer of knowledge 141–2
direct control mechanism 52
discoveries and inventions 139
diversity 8, 81, 87
East Asia 156, 157
economic activities 60, 75
distribution of 41–2
economic growth 26
economies of scale 43, 50
education 59–61, 75
  basic 18, 19
  vouchers for 124–5, 126–7
efficiency 55–9, 62, 74, 77
electricity 72, 85, 91, 113
energy 92, 104, 106
essential services 8, 69–70, 72–3, 85, 99
European cross-border networks 68
European Investment Bank (EIB) 86, 115
European Legislator 76–7, 95
European public goods provision 68
European Union
  banking 105–13
  common market 71–3
  competition within 71, 72, 77, 80, 90
  conflicts of national interest 72
  consumer protection 85
  cross-subsidies 83, 91, 112
  cultural misunderstandings 72
  and developing countries 97–9
  diversity 76–81
  economic activities 75
  and the environment 79–80
  essential services 72, 76–7
  financial services 81
  fundamental rights 75
  and information 79–80
  integration networks 80–81
  liberalization 71, 72, 91, 96–7, 98–9
  local administration 78
  market failures 73
  member states, rights 76–7
  national regulatory authorities
  80–81
  network regulations 93–5
  non-discrimination 78
  pricing 83–5
  principle of separation 72–3
  principles of free movement 71
  projects of general interest 85–6
  public-private partnerships (PPPs)
    79, 88, 104, 114
  Public Service Obligations (PSOs)
    80–82
  regional administration 78
  sector directives 80–81
  SGEIs see services of general economic interest
SGI-related infrastructure funding 113–16
SGIs see services of general interest
  single market 72
  social activities 75
Special Differentiated Treatment (SDT) 97–9
Treaties 75–6
  unity 76–81
  and World Trade Organization 99–100
Eurotunnel 114
exchange rate risk 159
excludability condition 42, 46, 48–9, 55
see also non-excludability
exclusion 111–13
  infeasibility of 21
  exclusive goods 17, 19, 30
  externalities 29, 31, 54, 114, 151–2
Federal Reserve Board 159
final public goods 18, 24
financial crises 13
financial incentives 57
financial institutions 88, 92–3, 105–13
see also International Monetary Fund (IMF); World Bank
Fleming, Alexander 145
food safety 23–4
for-profit firms 40, 47, 51, 55–9
  comparison with government and
  non-profit organizations 59–62
  failures 50–55
  profit maximization 55
  provision by 27, 53, 61
  violations of optimality conditions 42–50
France 40, 69, 72, 128
  banking activities 106–12
  free riding 20, 32, 151
  free-roaming public goods 18
fundamental rights 68, 73, 75
GATS (General Agreement on Trade in Services) 96, 98–9
Germany 40, 69, 72, 94
  banking activities 105, 106–12
global capital markets 156
global conferences 32
global crises 32–3
Index

global economic system 157, 161
see also International Monetary Fund (IMF); World Bank

global economy 152–5

global financial system 149, 155–9

global governance 149, 153–9

global lottery 163

global market failures 159

global natural resources 162–3

global public bads 29

global public goods 28–34, 151
climate as 142–4
definition 28
financing of 162–3

global economy as 152–3
knowledge as 137–47
production of 142–6
underprovision of 32

global public interests 149

global public–private partnerships 23

global publicness of goods 32

global reserve system 160–62

global risks 13

global standards 152–3

global warming 5, 26, 34

globalization 29, 34, 153–5

globalized national public goods 28, 31
governance 55–9, 119, 120–23, 153
types of 132–4
government 51
coercive powers 27
comparison with for-profit and non-profit organizations 59–62
correctives to for-profit failures 42, 50–55
efficiency 58
failure 25, 28, 31–2
financial role 27
intervention in economy 25
management problem 56–7
provision 41, 52–3, 55, 61
Great Depression 155, 156, 157
greenhouse gas emissions 10, 19, 29, 142, 151, 162–3

health 22, 77, 104, 145–6
horizontal system of administration 127–9
human-made global public goods 29
human rights 18

IMF see International Monetary Fund
imperfect competition 41
impure public goods 150
incentives 23, 27–8, 56, 57
inclusiveness 19
India 97
indivisibility 11
inequity in global reserve system 161–2
inflation 157
information 68, 97, 126
asymmetric 43, 54
as public good 80
information condition 42, 43–5, 48–9, 52, 54, 55
information technology 68, 70–71, 99
infrastructures 78, 80–81, 106, 113–14
innovation 27, 140
instability in global reserve system 160–61
institutionalist tradition of governance 133
intangibles 16
intellectual property rights 19
interdependencies 6, 11, 29
interest rate risk 160
intergovernmental cooperation 32, 33
intermediate public goods 18
internal monopolies 72
international cooperation 29–33
international economic institutions 153–6
international economy, instability in 160–61
international externalities 153
International Monetary Fund (IMF) 153–4, 155–9
international public goods 32, 99–100
international relations theory 31
international terrorism 3, 13, 34
international treaties 153
inventions and discoveries 9, 138–42
investment 57, 58

Keynesian tradition of governance 132–3
knowledge 3, 9, 19, 150
as global good 137–47
production of 138–42
land mines 32
Latin America 98, 159, 160
liberalization 71, 72, 91, 96–7, 98–9
local collective goods 121
local public goods 150–51
malaria 22–3, 35
management 56–8
by objectives 117
public 129–34
market allocation 118
market economies 40
market failures 22, 25, 151–2, 159
maximization of consumer well-being 41, 52
maximization of profits 41
monopolies
internal 72
national 71, 73
natural 43, 71, 79, 80
public 90
multilateral trade 29, 98
multiple actors 22–8, 32–3
Nash equilibrium 128–9
nation states 5, 6–7
as private actors 31–3
and services of general interest 77–9
national identity 70
national interests 10, 72
national monopolies 71, 73
national provision of public goods 32
national public goods 28–9, 151
national self-interest 33
nationalization 71
natural global commons 28–33
natural monopolies 43, 71, 79, 80
naturalization services 22
negative externalities 25, 47, 151, 152, 158, 163
networking 18
no externalities condition 42, 47–50, 55
no market power condition 42, 43, 48–9, 55
non-excludability 1, 13, 16–17, 46, 150
see also excludability condition
non-exclusive goods 15, 17, 18, 30
non-governmental organizations (NGOs) 7, 26
non-market common goods 79
non-profit organizations 27, 53–4, 57–9
comparison with government and
for-profit organizations 59–62
correctives to for-profit failures 50–55
efficiency 58
internal organization 40
provision 53–4
and public management 131–2
non-rivalrous goods 18, 25, 30, 52–3, 54
non-rivalrousness 1, 11, 13, 16–17, 150
see also rivalry condition
non-state actors 23, 27, 28, 32
norms 14, 18
North America 7
not-for-profit organizations 4–5, 87
obligations see public service
obligations (PSOs)
operators 86–9, 98, 119
opportunism 131, 132
optimal provision 25, 41
optimality conditions for consumer
well-being 41, 42–55, 61
outsourcing 117
partnerships 23–5, 61–2, 120–21
relations within 131–2
see also public-private partnerships (PPPs)
patents 17, 19, 99, 138–42, 146
perfect competition, conditions for 42–50
planetary scale 9
policy conditionality 29
policy harmonization 29
pollution 11, 17, 19, 151
positive externalities 47, 104, 151, 152
positive utility goods 20
power, abuse of 139
price caps 84, 90, 91, 101
price equality 44
price volatility 84, 92
pricing 83–5, 90–91
private actors 29
private goods 14
private management 129–30
private provision 25, 27
private self-interest 33
### Index

<table>
<thead>
<tr>
<th>Term</th>
<th>Page(s)</th>
</tr>
</thead>
<tbody>
<tr>
<td>privatization</td>
<td>23, 25, 71</td>
</tr>
<tr>
<td>properties of public goods</td>
<td>1, 13, 16–17</td>
</tr>
<tr>
<td>see also non-excludability; non-rivalrousness</td>
<td></td>
</tr>
<tr>
<td>provision</td>
<td>22–8, 31–3, 68, 131–2</td>
</tr>
<tr>
<td>for-profit firms</td>
<td>27, 53, 61</td>
</tr>
<tr>
<td>government</td>
<td>25, 41, 52–3, 55, 61</td>
</tr>
<tr>
<td>non-profit organizations</td>
<td>53–4</td>
</tr>
<tr>
<td>private</td>
<td>25, 27</td>
</tr>
<tr>
<td>public</td>
<td>118–19, 120, 124–7</td>
</tr>
<tr>
<td>public aid</td>
<td>83, 87, 98</td>
</tr>
<tr>
<td>public allocation</td>
<td>118</td>
</tr>
<tr>
<td>public goods</td>
<td>14, 20, 21, 25, 29</td>
</tr>
<tr>
<td>public by design</td>
<td>18, 19</td>
</tr>
<tr>
<td>public goods definition</td>
<td>1, 13, 20–21, 33</td>
</tr>
<tr>
<td>externalities</td>
<td>151</td>
</tr>
<tr>
<td>multi-actor products</td>
<td>14, 26</td>
</tr>
<tr>
<td>properties</td>
<td>1, 13, 16–17</td>
</tr>
<tr>
<td>public health</td>
<td>19, 22, 27</td>
</tr>
<tr>
<td>public institutional design</td>
<td>117–35</td>
</tr>
<tr>
<td>public intervention</td>
<td>9, 71</td>
</tr>
<tr>
<td>public management</td>
<td>117, 119, 122–3, 129–34</td>
</tr>
<tr>
<td>public monopolies</td>
<td>90</td>
</tr>
<tr>
<td>public policy incentives</td>
<td>23</td>
</tr>
<tr>
<td>public–private partnerships (PPPs)</td>
<td>23–5, 88–9, 114–16</td>
</tr>
<tr>
<td>see also partnerships</td>
<td></td>
</tr>
<tr>
<td>public provision</td>
<td>118–19, 120, 124–7</td>
</tr>
<tr>
<td>public service</td>
<td>69, 104</td>
</tr>
<tr>
<td>public service obligations (PSOs)</td>
<td>82, 83, 84–5, 89</td>
</tr>
<tr>
<td>public services see services of general interest (SGIs)</td>
<td>25</td>
</tr>
<tr>
<td>public utilities</td>
<td>23</td>
</tr>
<tr>
<td>publicness in consumption</td>
<td>15–21, 28, 35</td>
</tr>
<tr>
<td>pure private goods</td>
<td>15</td>
</tr>
<tr>
<td>pure public goods</td>
<td>16–17, 30, 69, 150, 151</td>
</tr>
<tr>
<td>railways</td>
<td>70, 86, 92</td>
</tr>
<tr>
<td>reforms</td>
<td>75, 117, 122</td>
</tr>
<tr>
<td>regional administration</td>
<td>78–81</td>
</tr>
<tr>
<td>regional level</td>
<td>24</td>
</tr>
<tr>
<td>regulation</td>
<td>51–2</td>
</tr>
<tr>
<td>in European Union</td>
<td>80–81</td>
</tr>
<tr>
<td>of services of general interest (SGIs)</td>
<td>93–5</td>
</tr>
<tr>
<td>regulators</td>
<td>51–2, 92, 94</td>
</tr>
<tr>
<td>reputation</td>
<td>43–4, 50</td>
</tr>
<tr>
<td>reputation condition</td>
<td>132</td>
</tr>
<tr>
<td>resource environment</td>
<td>123</td>
</tr>
<tr>
<td>resources, lack of</td>
<td>32–3</td>
</tr>
<tr>
<td>risk markets</td>
<td>159</td>
</tr>
<tr>
<td>risk transfers</td>
<td>159–62</td>
</tr>
<tr>
<td>rival goods</td>
<td>44, 50, 54</td>
</tr>
<tr>
<td>rivalrous benefits</td>
<td>15</td>
</tr>
<tr>
<td>rivalry</td>
<td>138–42</td>
</tr>
<tr>
<td>rivalry condition</td>
<td>42, 44–6, 48–9, 55</td>
</tr>
<tr>
<td>see also non-rivalrousness</td>
<td></td>
</tr>
<tr>
<td>rollout</td>
<td>18, 34</td>
</tr>
<tr>
<td>rule of law</td>
<td>14</td>
</tr>
<tr>
<td>Samuelson, Paul</td>
<td>1, 11, 120, 150</td>
</tr>
<tr>
<td>SARS (Severe Acute Respiratory Syndrome)</td>
<td>21</td>
</tr>
<tr>
<td>scientific discoveries</td>
<td>9, 138–42</td>
</tr>
<tr>
<td>scientific uncertainty</td>
<td>142–6</td>
</tr>
<tr>
<td>SDRs (special drawing rights)</td>
<td>10, 149, 162</td>
</tr>
<tr>
<td>self-interest</td>
<td>26</td>
</tr>
<tr>
<td>self-regulation of non-state actors</td>
<td>27, 32</td>
</tr>
<tr>
<td>service network industries</td>
<td>71</td>
</tr>
<tr>
<td>services of general economic interest</td>
<td>80, 84–5</td>
</tr>
<tr>
<td>(SGEIs)</td>
<td></td>
</tr>
<tr>
<td>and European Union jurisdiction</td>
<td>73–6, 77</td>
</tr>
<tr>
<td>services of general interest (SGIs)</td>
<td></td>
</tr>
<tr>
<td>cross-border</td>
<td>73</td>
</tr>
<tr>
<td>definition</td>
<td>69–70</td>
</tr>
<tr>
<td>diversity</td>
<td>76–81</td>
</tr>
<tr>
<td>ecological dimension of</td>
<td>69</td>
</tr>
<tr>
<td>economic dimension of</td>
<td>69</td>
</tr>
<tr>
<td>and the environment</td>
<td>79–80</td>
</tr>
<tr>
<td>and European Union jurisdiction</td>
<td>73–6</td>
</tr>
<tr>
<td>financing of</td>
<td>89–93, 105, 113–16</td>
</tr>
<tr>
<td>infrastructures of</td>
<td>86, 106, 113–16</td>
</tr>
<tr>
<td>and national identity</td>
<td>70</td>
</tr>
<tr>
<td>social dimension of</td>
<td>69</td>
</tr>
<tr>
<td>threat from World Trade</td>
<td></td>
</tr>
<tr>
<td>Organization</td>
<td>96–7</td>
</tr>
<tr>
<td>SGEIs see services of general economic interest</td>
<td></td>
</tr>
<tr>
<td>simultaneity of consumption</td>
<td>20</td>
</tr>
<tr>
<td>single market</td>
<td>71, 72, 75, 79, 80</td>
</tr>
<tr>
<td>smokestack structures</td>
<td>154–5</td>
</tr>
</tbody>
</table>
social concerns 27
social constructs 3, 15–21, 81
social effects 23
social norms 26
social responsibility 25–6
socially determined status of goods 15, 17
Special Differentiated Treatment (SDT) 97–9
special drawing rights (SDRs) 10, 149, 162
standards 14, 44
state
as core provider 28, 32, 33
financial institutions 105–13
internal organization of 40
as a partner 131–2
regulatory powers 27
regulatory role 51–2
state agencies 27
state aid 74
state intervention 22, 23, 32, 120
state provision 26–8
subcontracting 23
supranational level 5, 7
Sweden 94, 145
taxation 27, 162–3
technological changes 70–71
terrorism 3, 13, 34
theory of external effects 129
trade agreements 158
trade–surplus–deficit equation 160–61
transnational organizations 5, 31
transparency 74, 78, 94, 154
transport 70, 76, 80, 81, 92, 104
infrastructures 86, 106, 113–14
TRIPS (Trade-Related Aspects of Intellectual Property Rights) 19, 141–2
underconsumption 25
underprovision 25
unemployment 157
United Nations 32, 144, 152
universal compliance 27
universal services 80–81, 82, 83, 84, 104
universalization 19, 77
US Treasury bills 161–2
USA
and antibiotics in animal feed 146
and climate change 144–5
and International Monetary Fund 153, 156–7
vertical system of administration 127–9
violations of optimality conditions 41–50
voluntary actors 27
vouchers 124–7
water distribution 47, 50, 72, 79, 106, 113
welfare state 119, 128
well-being of consumers 41, 42–55, 61
World Bank 99, 133, 153, 158
World Trade Organization (WTO) 96–7, 99–100, 153, 154, 158