

# Contents

---

<i>List of figures</i>	vii
<i>List of tables</i>	viii
<i>Preface</i>	ix
<i>Acknowledgements</i>	xi
1 Path dependence and social models	1
1.1 Renewed focus on the Nordic countries: background	1
1.2 The search for a European social model	3
1.3 The regulatory state	8
1.4 Public administration and regulatory regimes	9
1.5 Europeanization through the EU and the EEA	11
1.6 Ways of Europeanization	16
1.7 Reregulation and Europeanization	18
1.8 European administrative traditions	20
1.9 Path dependence	22
1.10 Theoretical approach	26
2 The Scandinavian welfare state model	31
2.1 European social models	31
2.2 The roots of the Scandinavian social model	36
2.3 The rebirth of Schumpeterianism and the neo-liberal transition	40
2.4 Income protection	45
2.5 Neo-liberalism	48
3 Modernizing government	51
3.1 The death of managerialism	51
3.2 Market-type mechanisms	52
3.3 PLAs and PLBs	53
3.4 Public–private partnerships	55
3.5 Vouchers	56
3.6 Outsourcing	59
3.7 Microeconomic effects	61
3.8 Regulatory innovation and macroeconomic effects	65
3.9 Transaction costs over time	67

3.10	Some OECD perspectives	73
3.11	Some conclusions	75
4	The service economy trilemma of the regulatory state	80
4.1	Welfare state politics	80
4.2	The fiscal restraint approach	81
4.3	The European service sector trilemma	84
4.4	European governance traditions and tradeoffs	87
4.5	The flexible labor market	89
4.6	The divisive Nordic flexicurity model in focus	91
4.7	Reforms	92
4.8	The advantage of flexicurity	93
4.9	Some conclusions	94
5	Scandinavian subsidiarity	97
5.1	The principle of subsidiarity	97
5.2	Government traditions	98
5.3	The Danish reform case	100
5.4	Five 'faces' of subsidiarity	102
5.5	How the Nordic countries practice subsidiarity	106
5.6	The intergovernmentalism perspective	106
5.7	The neo-functionalism perspective	107
5.8	The future for the Nordic countries and Europe as viewed from a Continental federal perspective	110
5.9	Three contrasting Nordic cases	110
5.10	New perspective and a concluding comment	113
6	Summing up the Scandinavian/Nordic model	115
6.1	The Europeanization framework	115
6.2	Europeanization and the Nordic role	116
6.3	Nordic flexicurity	125
6.4	Final conclusion	127
	<i>Appendix I Nordic country files</i>	129
	<i>References</i>	130
	<i>Index</i>	139