

Sciences Po Paris - Master Economics & Public Policy

Economic Development 2010

Mondays 19:15-21:15 Room (tbd)

Professors

Jorge Braga de Macedo (JBM), President Tropical Research Institute, Lisbon

Joaquim Oliveira Martins (JOM), Head of Division, Regional Competitiveness and Governance, OECD

William Tompson (WT), Senior Economist, Economics Department, OECD

Objectives

Learning to address specific situations of economic development through reform strategies at the national, regional and global levels, with an emphasis on technological and social innovations capable of fostering a balanced development model between efficiency, equity and environment.

Contents

The course should allow students to have a clearer view of the usefulness of applied economic research, of economic policy practice and of the interaction between national governments and international organizations. Emphasis on political economy considerations also helps provide a motivation for an interdisciplinary approach to development economics, especially called for in the wake of the 2008 Global Financial Crisis. This approach is reflected in the three parts assigned to each one of the instructors i) Development, Convergence and Governance (JBM) ; ii) Reform Strategies, Environment and Regional Development (JOM) ; and iii) Political Economy of Development and Reforms (WT).

Teaching Method and Evaluation

Each one of the three parts includes 4 classes lasting 2 hours. In addition, there will be at least one guest lecture. The final exam will account for 60% of the final grade and 40% for group work presented and debated in class.

Review sessions may be offered on Mondays from 17h-19h for students interested in preparing the research topics for their group presentations.

Course Outline

Class 1: 25 January 2010

JBM1 Economic development and convergence: lessons from the crisis

Class 2: 1 Feb 2010

JOM1 The E³ Development: Efficiency, Equity, Environment

Class 3: 8 Feb 2010

JBM2 History vs. Expectations

Class 4: 15 Feb 2010

JBM3 African Development Successes

Class 5: 22 Feb 2010

JOM2 Reform Strategies

Class 6: 8 March 2010

JBM4 Globalisation and Freedoms

Class 7: 15 March 2010

JBM5 Globalization, Regional governance and the G20

Class 8: 22 March 2010

WT1 Democratisation, democracy and development

Class 9: 29 March 2010

WT2 The Resource Curse and the Political Economy of Dictatorship

Class 10: 12 April 2010

WT3 The Political Economy of Reforms: A Comparative Analysis

Class 11: 19 April 2010

JOM3 Growth and Policy Complementarity

Class 12: 26 April 2010

Work Group presentation: topic 1

Class 13: 3 May 2010

Work Group presentation: topic 2

Class 14: 10 May 2010

Work Group presentation: topic 3

Reading List

- Acemoglu, Daron, James A Robinson and Thierry Verdier, 'Kleptocracy and Divide-and-Rule: A Model of Personal Rule', CEPR Discussion Paper No. 4059, September 2003.
- Alesina, Alberto and Francesco Giavazzi, *Europe: Reform or Decline*, MIT Press, 2006
- Besley, Timothy 'The New Political Economy', *mimeo*, LSE, 2004.
- Corfee-Morlot, J. et al. (2009), "Cities, Climate Change and Multi-Level Governance", *OECD Environmental Working Papers* no. 14.
- Drazen, Alan, *Political Economy in Macroeconomics*, Princeton University Press, 2000
- Haggard, Stephen and Robert R Kaufman, *The Political Economy of Democratic Transitions*, Princeton University Press, 1995.
- Kamal-Chaoui, L. and A. Roberts (2009), "Competitive Cities and Climate Change", *Regional Development Working Papers* no. 2, Paris.
- Macedo, Jorge Braga de and Luis Brites Pereira (2009), "Cape Verde and Mozambique as development Successes in Sub Saharan Africa", prepared for the NBER conference on development successes, December
- Macedo, Jorge Braga de and Joaquim Oliveira Martins (2008), "Growth, Reform indicators and Policy complementarities", *Economics of Transition*, 16(2), 141–164.
- Macedo, Jorge Braga de, Joaquim Oliveira Martins and Bruno Rocha (2009), "Growth and Policy Complementarities Are complementary reforms a "luxury" for developing countries?", paper presented at IZA-FRDB Workshop on "Tracking Structural Reforms", University Bocconi, Milan, March.
- Macedo, Jorge Braga de, Joaquim Oliveira Martins and Luis Brites Pereira (2007), 'How Freedoms interact with Globalization', prepared for the Conference on Democracy and Globalization, Princeton University, September.
- Macedo, Jorge Braga de, Colm Foy et Charles P. Oman (2002), *Retour sur le Développement*, Centre de Développement OCDE, 2002.
- Macedo, Jorge Braga de (2006), 'Comparative Development and Institutional Change', in Georges Stathakis and Gianni Vaggi (eds.), *Economic Development and Social Change*, Routledge
- Maddison, Angus *L'économie mondiale: une Perspective Millénaire*, Centre de Développement, OCDE, 2001 and *Statistiques Historiques*, Centre de Développement, OCDE, 2004.
- Maddison, Angus (2007), *Contours of the World Economy 1-2030 A.D.*, Oxford University Press
- OECD (2009), *African Development Outlook*, OECD Development Centre, Paris.
- OECD (2009), *Regions at a Glance*, Paris.
- OECD (2009), "The Economics of Climate Change Mitigation: Policies and Options for Global Action Beyond 2012", Paris.
- Persson, Torsten and Guido Tabellini, *Political Economics – Explaining Economic Policy*, MIT Press, 2000.
- Reinhart, Carmen and Kenneth Rogoff (2009), *This Time is Different*, Princeton University Press
- Roland, Gerard 'The Political Economy of Transition', *Journal of Economic Perspectives*, 16:1, Winter 2002.
- Seers Dudley (ed.), *Dependency Theory: A Critical Reassessment*, Pinter, 1981, especially articles by Palma, Bienefeld, Evans and Seer.
- Tilly, Charles 'State Making and War Making as Organized Crime', in Peter B. Evans, Dietrich Rueschmeyer and Theda Skocpol (eds), *Bringing the State Back In*, Cambridge University Press, 1985).
- Tompson, William 'A Frozen Venezuela? The 'Resource Curse' and Russian Politics' in Michael Ellman (ed.), *Russia's Oil: Bonanza or Curse?*, Anthem, 2006. [Shorter version in French: 'Un

Venezuela du froid? La « Malédiction des ressources » et la politique russe', *Politique Étrangère* 1 (janvier) 2006.]

Tompson, William (2009), *The Political Economy of Reform: Lessons from Pensions, Product Markets and Labour Markets in 10 OECD countries*, OECD, Paris.

Wallerstein, Immanuel 'The Rise and Future Demise of the World Capitalist System: Concepts for Comparative Analysis', *Comparative Studies in Society and History* 16:4, September 1975.

Wintrobe, Ronald *The Political Economy of Dictatorship*, Cambridge University Press, 2000.

[Additional readings for each part of the course will be provided]