

Sciences Po Paris - Master International Economic Policy International Development Spring 2011

Mondays 19:15-21:15 Room tba

Professors

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

Joaquim Oliveira Martins (JOM), Head of Division, Regional Development Policy, OECD

William Tompson (WT), Senior Economist, Public Governance Directorate, 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 by the 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: JBM Economic development and convergence: lessons from the crisis

Class 2: JOM The E3 Development: Efficiency, Equity, Environment

Class 3: JBM History vs. Expectations

Class 4: JBM African Development Successes

Class 5: JOM&JBM Reform Strategy and Policy Complementarities

Class 6: JBM&JOM Globalization and Freedoms

Class 7: JBM Globalization, Regional governance and the G20

Class 8: WT Democratization, democracy and development

Class 9: WT The Resource Curse and the Political Economy of Dictatorship

Class 10: WT The Political Economy of Reforms: A Comparative Analysis

Class 11: Work Group presentation: topic 1

Class 12: Work Group presentation: topic 2

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

- 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.
- African Development Outlook 2010*, Paris: OECD.
- 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 (2000), *Political Economy in Macroeconomics*, Princeton University Press,
- Haggard, Stephen and Robert R Kaufman (1995), *The Political Economy of Democratic Transitions*, Princeton University Press.
- Kamal-Chaoui, L. and A. Roberts (2009), "Competitive Cities and Climate Change", *Regional Development Working Papers* no. 2, Paris.
- Krugman, Paul (2010), "Crises", *mimeo*
- Macedo, Jorge Braga de and Luis Brites Pereira (2010), "Cape Verde and Mozambique as development Successes in Sub Saharan Africa", NBER, July
- 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?", 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', Conference on Democracy and Globalization, Princeton University, September.
- Macedo, Jorge Braga de (2010), "Global crisis and national responses: together alone?"; *mimeo*
- Maddison, Angus (2007), *Contours of the World Economy 1-2030 A.D.*, Oxford University Press
- 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 (2000), *Political Economics – Explaining Economic Policy*, MIT Press.
- Reinhart, Carmen and Kenneth Rogoff (2009), *This Time is Different*, Princeton University Press
- Reinhart, Carmen and Kenneth Rogoff (2010), 'Growth in a time of debt', *mimeo*
- 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 (1985), '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.
- Tompson, William (2006), 'A Frozen Venezuela? The 'Resource Curse' and Russian Politics' in Michael Ellman (ed.), *Russia's Oil: Bonanza or Curse?*, Anthem, [Shorter version in French: 'Un Venezuela du froid? La « Malédiction des ressources » et la politique russe', *Politique Étrangère* 1 (janvier).]
- Tompson, William (2009), *The Political Economy of Reform: Lessons from Pensions, Product Markets and Labour Markets in 10 OECD countries*, OECD, Paris.
- Wallerstein, Immanuel (1975), 'The Rise and Future Demise of the World Capitalist System: Concepts for Comparative Analysis', *Comparative Studies in Society and History* 16:4, September.
- Wintrobe, Ronald (2000), *The Political Economy of Dictatorship*, Cambridge University Press,.