PET 10 Boğaziçi University, Istanbul June 25-27, 2010

# Friday, June 25, 2010

09:00 - 10:40

**F1.1: Game Theory and Applications 1** Chair: Ascension Andina-Diaz, Universidad de Malaga **Room: WH 201** 

Moral Motivations in a Public Good Game: An Indirect Evolutionary Approach Dominic Chariot, CEREC and ECARES

Gradual Punishments in Public Good Games Allard Van der Made, CEREC, FUSL

*Regulation and Reputational Benefits: A Rationale for Firms to Shirk on Product Safety?* **Delphine Prady**, Toulouse School of Economics and École Polytechnique

A Case for Ambiguity Ascension Andina-Diaz, Universidad de Malaga

F1.2: PGPPE Session #1 Chair: Sylvie Thoron, University of Toulon and GREQAM-IDEP

### **Room: WH 203**

North-South Transfer and the Sizing Up of the Climate Treaty: Is It Worse to Wait and See? Pierre Courtois, Supagro, INRA

Welfare Improvement Properties of an Allowance Market in a Production Economy Antoine Mandel, CES, Université Paris 1

*The Optimal Control of Pollution Under Uncertainty and Irreversibilit* **Fabien Prieur,** IREGE, Université de Savoie

Discussion Sylvie Thoron, University of Toulon and GREQAM-IDEP 09:00 - 10:40

**F1.3: Mechanism Design 1** Chair: Görkem Çelik, ESSEC Business School **Room: WH 210** 

Friday, June 25

*Optimal Allocation without Transfer Payments* **Surajeet Chakravarty**, University of Exeter

*Ex-Post Individually Rational, Budget-Balanced Mechanisms and Allocation of Surplus* **Joon Song**, University of Essex

Monotone Implementation Levent Ülkü, ITAM

Negotiated mechanisms Görkem Çelik, ESSEC Business School

**F1.4: General Equilibrium and Market Games** Chair: Cuong Le Van, CNRS, Université Paris 1 **Room: WH 301** 

Market Games and the Bargaining Set Nicholas Ziros, University of Cyprus

Non-existence of Competitive Equilibrium Burak Ünveren, Siena University

Market Distortions and Local Indeterminacy: A General Approach Leonor Modesto, FCEE-Universidade Católica Portuguesa

Equilibrium in International Asset Market Cuong Le Van, CNRS, Université Paris 1

#### F1.5: Education and Investment in Skills: Macro Impacts Room: NB-IBA Chair: Odile Poulsen, University of East Anglia

Investments in Education and Welfare in a Two-sector, Random Matching Economy Concetta Mendolicchio, Institute for Employment Research (IAB)

Can Government Vocational Training Program Improve Welfare and Economic Growth? Manachaya Uruyos, Chulalongkorn University

The Political Systems, Public Education and Economic Growth Kei Murata, Graduate School of Economics, Kyushu University

Increasing Income Inequality: Productivity, Bargaining and Skill-upgrading Odile Poulsen, University of East Anglia

**F1.6: Donor Registries and Charitable Giving** Chair: Rodney Garratt, University of California at Santa Barbara Room: ALH 1

Communication and Early Contributions Stefano Barbieri, Tulane University

Increasing Fundraising Success by Restricting Donor Choice **David Malueg**, University of California, Riverside

Stem Cell Matching for Patients of Mixed Race Rodney Garratt, University of California at Santa Barbara

How do Extrinsic Incentives Motivate Pro-Social Behavior? A Natural Field Experiment in Blood Donation Mario Macis, University of Michigan 09:00 - 10:40

F1.7: Political Economy Room: ALH 2 Chair: Norman Schofield, Washington University in St. Louis

Workers Without Borders? Culture, Migration and the Political Limits to Globalization Sumon Majumdar, Queen's University

*Leader Reputation and Default in Sovereign Debt* **Amrita Dhillon**, University of Warwick

Factor Endowments, Democracy and Trade Policy Divergence Norman Schofield, Washington University in St. Louis

**F1.8: Topics in Optimal Taxation 1** Chair: Firouz Gahvari, University of Illinois Room: ALH 3

Accidental Bequests: A Curse for the Rich and a Boon for the Poor Helmuth Cremer, Toulouse School of Economics

*Public Provision of Private Goods, Self-Selection and Income Tax Avoidance* **Luca Micheletto,** University of Milan

On the Non-equivalence of Specific and Ad Valorem Taxation in Competitive Markets C. C. Yang, Academia Sinica

Zero Nominal Interest Rate and Uniform Commodity Taxation: Friedman Rule Meets Atkinson and Stiglitz Theorem Firouz Gahvari, University of Illinois

Friday, June 25

Room: NBZ 10

**F1.9: Fiscal Competition** Chair: Dermot Leahy, National University of Ireland, Maynooth

*Fiscal Policy and Globalization* **Isabel Correia**, Banco de Portugal, U. C. Portuguesa, and CEPR

Does Fiscal Decentralization Promote Fiscal Discipline? Bilin Neyaptı, Bilkent University

*Commodity Tax Competition with Constrained Taxes* **Stephane Gauthier**, ENSAE and CREST

*Tax Uniformity: A Commitment Device for Restraining Opportunistic Behaviour* **Dermot Leahy**, National University of Ireland, Maynooth

**F1.10: Pension Policy 1** Chair: Masaya Yasuoka, University of Kitakyushu Room: NBZ 11

Public-private Provision of Individual Pension Plans Luciano Greco, University of Padua

Pensions and Fertility: Back to the Roots - The Introduction of Bismarck's Pension Scheme and the European Fertility Decline Beatrice Scheubel, University of Munich

Demographic Change and Pension Reform in Spain: An Assessment in a Two-earner, OLG Model Virginia Sanchez-Marcos, Universidad de Cantabria and Fedea

*Fertility and Optimal Pension Policy* **Masaya Yasuoka**, The University of Kitakyushu 09:00 - 10:40

F1.11: Trade, Tariffs and Taxes Chair: John Conley, Vanderbilt University

Room: NBZ 13

Blood Diamond: International Policy Options for Conflict Resolution Sajal Lahiri, Southern Illinois University at Carbondale

Uniform versus Discriminatory Tariffs Nigar Hashimzade, University of Reading

A Dixit-Stiglitz GeneralEequilibrium Model with Oligopolistic Markets John Conley, Vanderbilt University

10:40 - 11:00

Coffee Break (Albert Long Hall Foyer & Natuk Birkan Hall Foyer)

Friday, June 25

### 11:00 - 12:15

Friday, June 25

## Plenary Talk #1 ALBERT LONG HALL AUDITORIUM

Chair: Oscar Volij, Ben Gurion University

*Political Institutions and the Dynamics of Public Investment* **Thomas Palfrey,** California Institute of Technology

12:15 - 13:45

Lunch Break (Boğaziçi Alumni Club)

13:45 - 15:05

Friday, June 25

F2.1: Topics - Coordination, Prisoners' Dilemmas, and Auctions (Experimental) Chair: John Wooders, University of Arizona Room: WH 201

*Stand By Me. Help, Heterogeneity and Commitment in Experimental Coordination Games* Enrique Fatas, University of Valencia

An Experimental Study from the Perspective of Inductive Game Theory Mamoru Kaneko, University of Tsukuba

An Experimental Study of Auctions with a Buy Price Under Private and Common Values John Wooders, University of Arizona

**F2.2: PGPPE Session #2** Chair: Myrna Wooders, Vanderbilt University Room: WH 203

Share Equilibrium in Local Public Good Economies Myrna Wooders, Vanderbilt University

Public Housing Units vs Housing Vouchers: Accessibility, Local Public Goods, and Welfare Sinan Sarpça, Koç University

How Many Towns in a Country? Public Investment Efficiency, Administrative Costs, Fiscal Competition and the Optimal Size of Local Jurisdictions Clément Carbonnier, Université de Cergy-Pontoise

# Friday, June 25

**Room: WH 210** 

**F2.3: Mechanism Design 2** Chair: Sven Feldman, Melbourne Business School

Informational Smallness and the Scope for Limiting Information Rents Alia Gizatulina, Max Planck Institute for Research on Collective Goods

*Optimal Deadlines for Agreements* **Wing Suen**, University of Hong Kong

Status Quo Protection and Voluntary Information Disclosure Sven Feldman, Melbourne Business School

**F2.4: Networks and Cooperation** Chair: Tom Truyts, CES K.U.Leuven and CORE U.C.Louvain Room: WH 301

The Repeated Prisoner's Dilemma in a Network **Markus Kinateder**, Universidad de Navarra

Bargaining in a Network Eith Heterogeneous Buyers Alper Nakkas, Vanderbilt University

*On Big Fishes in Small Ponds - Network Formation with Celative Concerns* **Tom Truyts,** CES K.U.Leuven and CORE U.C.Louvain 13:45 - 15:05

**F2.6: Allocation Rules** Chair: Bettina Klaus, University of Lausanne

Room: ALH 1

Friday, June 25

Minimal Converse Consistent Extension of the Men-optimal Solution **İpek Özkal-Sanver**, Bilgi University

The Shapley Value for Claim Problems with Bilateral Constraints **Sunha Myong**, Seoul National University

Allocation via Deferred-Acceptance under Responsive Priorities Bettina Klaus, University of Lausanne

### Friday, June 25

**F2.7: Punishment and Cooperation in Public Good Games** Room: ALH 2 Chair: Amrish Patel, University of Gothenburg

Does the Endowment of Potential Contributors Make a Difference in a Threshold Public Good Game? Federica Alberti, University of Kent at Canterbury,UK

The effects of Punishment in Dynamic Public Good Games Irenaeus Wolff, University of Erfurt

Punishment Cannot Sustain Cooperation in a Public Good Game with Free-rider Anonymity Amrish Patel, University of Gothenburg

**F2.8: Tax Incidence** Chair: Matthias Wrede, Philipps-Universität Marburg Room: ALH 3

Marginal Deadweight Loss when the Income Tax is Nonlinear Laurent Simula, Uppsala University and Uppsala Center for Fiscal Studies

Dynamic Analysis on the Incidence of Corporate Income Tax Takero Doi, Keio University

Multinational Capital Structure and Tax Competition Matthias Wrede, Philipps-Universität Marburg 13:45 - 15:05

**F2.9: Labor Economics 1** Chair: Robert Fenge, University of Rostoc Room: NBZ 10

Friday, June 25

Wage and Employment Effects of Non-binding Minimum Wages Marcus Dittrich, Chemnitz University of Technology

Labor Market Policy Instruments and the Role of Economic Turbulence Philip Schuster, University of St. Gallen

*Three Family Policies to Reconcile Fertility and Labor Supply* **Robert Fenge,** University of Rostoc

**F2.10: Tax Evasion and Informal Economy** Chair: Henrik Kleven, LSE Room: NBZ 11

*Political Turnover, Taxes, and the Shadow Economy* **Ceyhun Elgin**, University of Minnesota

T ax Rates, Governance, and the Informal Economy in High-income Countries Zoe Kuehn, Universidad Carlos III de Madrid

Unwilling or Unable to Cheat? Evidence from a Randomized Tax Audit Experiment in Denmark Henrik Kleven, LSE

Friday, June 25

 F2.11: Trade, Integration and Taxes
 Room: NBZ 13

 Chair: Panos Hatzipanayotou, Athens U. of Economics and Business

*Credit Market Quality, Innovation and Trade* **Cristina Terra**, THEMA - Université de Cergy-Pontoise

Public Infrastructure and Optimal Tax Policies in a Polluted Small Open Economy Panos Hatzipanayotou, Athens U. of Economics and Business

15:05 - 15:25

# Coffee Break (Albert Long Hall Foyer & Natuk Birkan Hall Foyer)

15:25 - 16:40

F3.1: Group Inequality Chair: Rajiv Sethi, Barnard College, Columbia University

**Room: WH 201** 

Friday, June 25

Valuing Identity: The Simple Economics of Affirmative Action Policies Glenn Loury, Brown University

A Theory on Group Inequality: the Nature of Conflict Seung han Yoo, Nanyang Technological University

*Caste Hierarchies and Social Mobility* **Rajiv Sethi**, Barnard College, Columbia University

**F3.2: PGPPE Session #3** Chair: Francis Bloch, École Polytechnique Room: WH 203

Entrepreneurial Land Developers: Local Externalities and Mixed Housing Developments Hideo Konishi, Boston College

Discussion Francis Bloch, École Polytechnique

Mergers in Fiscal Federalism Marie-Laure Breuille, INRA

## Friday, June 25

**F3.3: Social Image, Identity and Public Goods (Experimental)** Room: WH 210 Chair: Erkut Özbay, University of Maryland

The Effect of Positive or Negative Images on Charitable Behavior Pablo Branas-Garza, University of Granada

Social Identity and Competitiveness Marie-pierre Dargnies, PSE, University Paris 1

Social Image in Public Good Games Erkut Özbay, University of Maryland

**F3.4: Matching and Network Theory** Chair: Ana Mauleon, FNRS, FUSL, and CORE, UCL

## Room: WH 301

Random Paths to Stability in Roommate Markets with Indifferences Elena Molis, Facultés Universitaires Saint-Louis

*Coordination in Evolving Networks with Endogenous Decay* **Miguel Melendez-jimenez**, Universidad de Malaga

Von Neumann-Morgenstern Farsightedly Stable Sets in Two-Sided Matching Ana Mauleon, FNRS, FUSL, and CORE, UCL

15:25 - 16:40

### Friday, June 25

#### **F3.5: Beliefs, Speculation and Capitalism in Stoch. Econ. Room: NB-IBA** Chair: Martine Quinzii, University of California at Davis

Debt, Deficits and Finite Horizons: The Stochastic Case Carine Nourry, GREQAM, Aix-Marseille University

Belief Formation and the Information Revealed by Endogenous Borrowing Constraints Yiannis Vailakis, University of Exeter

Reforming Capitalism Martine Quinzii, University of California at Davis

**F3.6: Matching with Nontransferabilities** Chair: Thomas Gall, University of Bonn Room: ALH 1

Bilateral Search with Horizontal Heterogeneity Dirk Hofmann, Humboldt University Berlin

Contracts with Aftermarkets - Hidden Type Guido Maretto, ECARES, Université Libre de Bruxelles

Sorting Across Markets Thomas Gall, University of Bonn

15:25 - 16:40	Friday, June 25	15:25 - 16:40	Friday, June 25
<b>F3.7: Local Public Goods and the Housing Market</b> Chair: Bruno Decreuse, U. of Aix-Marseilles and GREQAM	Room: ALH 2	F3.9: Employment and Retirement Chair: Yvonne Adema, Erasmus School of Economics	Room: NBZ 10
Optimal Risk Allocation in the Provision of Local Public Services: Better Than a Public Mutual Fund? Gilberto Turati, University of Torino The Segregative Properties of Endogenous Jurisdiction Formation Remy Oddou, University of the Mediterranean, IDEP-GREQAM The Neighbor is King: Customer Discrimination in the Housing Ma Bruno Decreuse, U. of Aix-Marseilles and GREQAM	with a Land Market	Unemployment and Retirement in a Model with Age-Specic I Mathieu Lefebvre, University of Liege Instead of Bowling Alone? Unretirement of Old-Age Pension Jan Pettersson, Uppsala University Pensions and Ageing in a Stochastic General Equilibrium M Yvonne Adema, Erasmus School of Economics	ners
<b>F3.8: Climate Change</b> Chair: Ngo van Long, McGill University	Room: ALH 3	<b>F3.10: Taxing Capital</b> Chair: Alexandre Cunha, IBMEC Business School – Rio de .	Room: NBZ 11 Janeiro
Bounded Rationality and the Precautionary Principle John Quiggin, University of Queensland		On the Desirability of Taxing Capital Income to Boost Socia Dirk Schindler, University of Konstanz	l Insurance
Optimal Pollution Tax Under International Competition Koji Okuguchi, Tokyo Metropolitan University		Capital Tax Competition Under Political Pressure Alexander Mahle, Ludwig-Maximilians-University Munich	1
<i>The Green Paradox</i> <b>Ngo van Long</b> , McGill University		The Optimality of Zero Tax on Capital Income When Some T Alexandre Cunha, IBMEC Business School – Rio de Janeir	

Friday, June 25

**F3.11: Environmental Economics 1** Chair: George Halkos, University of Thessaly Room: NBZ 13

Energy-saving Technology Adoption under Uncertainty in the Residential Sector **Dorothee Charlier**, IREGE- Université de Savoie

*Growth, Deforestation and the Efficiency of the REDD Mechanism* **Helene Ollivier**, Ecole Polytechnique

Harvesting Natural Resources: Management and Conflicts George Halkos, University of Thessaly

16:40 - 17:00

# Coffee Break (Albert Long Hall Foyer & Natuk Birkan Hall Foyer)

17:00 - 18:15

F4.1: Inequality and Mobility Room: WH 201 Chair: Ernesto Savaglio, DMQTE- University of Pescara and DEP - University of Siena

Rank Dependent Relative Mobility Measures Dirk Van de Gaer, SHERPPA, Ghent University

Unit-Consistency and Bipolarization of Income Distributions Ana Marta Urrutia, Dept of Economics, Univesity of Bilbao

On Multidimensional Inequality with Variable Household Weight Ernesto Savaglio, DMQTE- U. of Pescara and DEP - U. of Siena

**F4.2: PGPPE Session #4** Chair: Ünal Zenginobuz, Boğaziçi University **Room: NB-IBA** 

PGPPE Plenary Lecture

*A Dynamic Analysis of Human Welfare in a Warming Planet* **Joaquim Silvestre**, University of California at Davis

## 17:00 - 18:15

Friday, June 25

F4.3: Land Assembly, the Holdout Problem, and the Tragedy of the AnticommonChair: Ted Bergstrom, UC Santa BarbaraRoom: WH 210

*Efficient and Fair Land Assembly* **Nicolaus Tideman**, Virginia Tech

A mechanism for Land Assemblage When Equity and Property Rights Matter Zachary Grossman, University of California Santa Barbara

Aggregative Games on the Anticommons Richard Cornes, ANU and University of Nottingham

Room: WH 301

*Coalitional Network Games* Jean Francois Caulier, FUSL

*A Characterization of Farsightedly Stable Networks* **Gilles Grandjean,** CORE, Université catholique de Louvain

Coalition Formation among Farsighted Agents Vincent Vannetelbosch, CORE, UCL

F4.4: Coalition and Network Theory

Chair: Vincent Vannetelbosch, CORE, UCL

17:00 - 18:15

 F4.5: Topics in Optimal Taxation 2
 Room: WH 203

 Chair: Julio Davila, CORE, Uc-Louvain and Paris School of Economics

Wives, Husbands and Wheelchairs: Optimal Tax Policy Under Gender-Specific Health Marie-Louise Leroux, CORE, Université Catholique de Louvain

Tagging with Leisure Needs Maria Racionero, Research School of Economics, Australian National University

*On the Fiscal Treatment of Life Expectancy Related Choices* **Julio Davila**, CORE, Uc-Louvain and Paris School of Economics

**F4.6: Tax Evasion and Informality** Chair: Paul Eckerstorfer, University of Linz Room: ALH 1

Assessing Income Tax Evasion within an Endogenous Growth Model with Productive Public Expenditure Mehmet Emre Tokgöz, Bogazici University

Exploration of the Relationship between Tax Policy and Informal Economy within the Context of Productive Government Expenditures Çağrı Savcı, Bogazici University

Optimal Taxes on Wealth and Consumption in the Presence of Tax Evasion Paul Eckerstorfer, University of Linz

### 17:00 - 18:15

Friday, June 25

**F4.7: Sustainable Growth: Technological Aspects** Chair: Raouf Boucekkine, Université Catholique de Louvain Room: NB-IBA

A Schumpeterian Model of Growth and Inequality Hélène Latzer, Université Catholique de Louvain

*Technical Change and the Family Structure: From the Pater Familias to the Old Chap* **Luca Pensieroso**, IRES, Université Catholique de Louvain

Common and Private Ownership of Exhaustible Resources: Theoretical Implications for Economic Growth Alexander Surkov, European University at St. Petersburg 09:00 - 10:15

**S1.1: Segregation and Poverty** Chair: Ricardo Mora, Universidad Carlos III de Madrid Room: WH 201

Occupational Segregation Measures: A Role for Status Olga Alonso-Villar, University of Vigo

Counting Poverty Orderings and Deprivation Curves Casilda Lasso de la Vega, Dept of Economics, Univesity of Bilbao

The Statistical Properties of the Mutual Information Index of Multigroup Segregation Ricardo Mora, Universidad Carlos III de Madrid

Saturday, June 26, 2010

**S1.2: PGPPE Session #5** Chair: Monique Florenzano, Université Paris 1 Panthéon-Sorbonne Room: NB-IBA

PGPPE Plenary Lecture

Intergenerational Justice, Uncertainty and Climate Change John E. Roemer, Yale University

#### 09:00 - 10:15

Saturday, June 26

**Room: WH 210** 

**Room: WH 301** 

**S1.3: Corruption** Chair: Haldun Evrenk, Suffolk University

Gabriele Gratton, Boston University

The Sound of Silence: Anti-Defamation Law and Political Corruption

*Extremist Parties and Corruption* **Refik Aytimur,** Toulouse School of Economics

**S1.4:** Networks with Heterogeneous Agents

Nash Networks with Imperfect Reliability and Heterogeneous Players

Network Formation with Heterogeneous Agents and Absolute Friction

Key Players and Key Groups in Teams: A Network Approch Using Soccer Data

Chair: Sudipta Sarangi, Louisiana State University

Joost Vandenbossche, Universiteit Gent

Sudipta Sarangi, Louisiana State University

Pascal Billand, GATE

Why Would a Clean Politician Block an Effective Anti-corruption Reform: A Game-theoretic Explanation Haldun Evrenk, Suffolk University 09:00 - 10:15

**S1.5: Money, Macro and Finance** Chair: Antonio Antunes, Banco de Portugal Room: WH 203

Saturday, June 26

The Effect of Different Expenditure Financing in the Money-in-the-production-function Model Daisuke Matsuzaki, Okinawa International University

*Time Consistency Problem in a Monetary Union* **Vadym Lepetyuk**, Universidad de Alicante

The Welfare Gains of Financial Liberalization: Capital Accumulation and Idiosyncratic Risks Antonio Antunes, Banco de Portugal

**S1.6: Health Economics 1** Chair: Gilberto Turati, University of Torino Room: ALH 1

Soft Budget Constraint in Health Care: Evidence from Italy Rosella Levaggi, Universita di Brescia

Food Consumption, Social Conformism, and Health Concerns: Implications for Public Policy Luca Savorelli, University of Bologna and University of Siena

Human Health Care and Selection Effects. Understanding Labour Supply in the Market for Nurses Gilberto Turati, University of Torino

10:15 - 10:35

Coffee Break (Albert Long Hall Foyer & Natuk Birkan Hall Foyer)

Saturday, June 26

**S2.1: VCM's and Voting (Experimental)** Chair: Antonio Morales, University of Malaga Room: WH 201

The Effects of Allocating the Order in Threshold Public Goods Problems Gert Pönitzch, Bonn Graduate School of Economics

Accounting for Real Wealth in Public Good Games with Heterogeneous Endowments Antonios Proestakis, University of Granada

Overcoming the Tragedy of the Commons: A Test of the Partnership Solution Neslihan Uler, Michigan University

Altruism in Strategic Environments: Voting the Contribution to a Public Good Antonio Morales, University of Malaga

**S2.2: PGPPE Session #6** Chair: Richard Sturn, University of Graz **Room: WH 203** 

Ageing and the Allocation of Public Expenditures on Health and Education **Evangelos V. Diokitopoulos**, University of Cyprus

Public Deficit Sustainability, Public Debt and Monetization in an Endogenous Growth Model: An Application for Turkey Özgür K. Ererdem, LEDa, University Paris-Dauphine

*The Marginal Cost of Public Funds in Growth Economies* Gareth D. Myles, University of Exeter and Institute for Fiscal Studies

Growth and Fiscal Policy – A Discussion Ronald Wendner, University of Graz 10:35 - 12:15

**S2.3: Bargaining Theory** Chair: Walter Trockel, IMW, Bielefeld University Room: WH 210

Saturday, June 26

Distributive Justice and Bargaining Solutions Nejat Anbarci, Deakin University

Consensus Requirements and Efficiency in a Bargaining Game with Positive Externalities Antoni Rubi-barcelo, Universitat de les Illes Balears

Bargaining One-dimensional Policies and the Efficiency of Super Majority Rules Clara Ponsati, Institut d'Anàlisi Econòmica -C.S.I.C.

An Exact Non-cooperative Support for the Sequential Raiffa Solution Walter Trockel, IMW, Bielefeld University

**S2.4: Decision Theory Under Non-Standard Preferences** Chair: Nicolas Gravel, U. de la Méditerranée, IDEP-GREQAM

Revealed Attention Yusufcan Masathoğlu, University of Michigan

Homophily and Social Learning Through Word-of-mouth Communication Valeska Groenert, Universitat Autònoma de Barcelona

*Other-Regarding Preferences in the Dynamic Public Goods Game* **Wei Hu,** LERNA, Toulouse School of Economics

Uniform Expected Utility Criteria for Decision Making Under Ignorance or Objective Ambiguity Nicolas Gravel, U. de la Méditerranée, IDEP-GREQAM

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10:35 -	- 12:15
10.55 -	- 12.13

Saturday, June 26

**Room: NB-IBA** 

**S2.5: Discontinuous and Dynamic Games** Chair: Frank Page, Indiana University

Optimal Discriminatory and Non-discriminatory Marketing Strategies with Network Effects Jacomo Corbo, Wharton, University of Pennsylvania

*On the Existence of Nash Equilibria in Discontinuous and Qualitative Games* **Paulo Barelli**, University of Rochester

Symmetry-Breaking in Two-Player Games via Strategic Substitutes and Diagonal Nonconcavity: Asynthesis Rabah Amir, University of Arizona

Stationary Markov Correlated Equilibria in Discounted Stochastic Games Frank Page, Indiana University

**S2.6: Modeling Elections and Electoral Competition** Room: ALH 1 Chair: Enriqueta Aragones, IAE-CSIC

Are Campaign Ads Really Helpful in an Electoral Race Filippo Pavesi, University of Milan - Bicocca

*Power, Ideology, and Electoral Competition* **Alejandro Saporiti**, University of Manchester

Modeling Elections in the Netherlands and Canada Maria Gallego, Wilfrid Laurier University

*The Disadvantage of Winning an Election?* Enriqueta Aragones, IAE-CSIC

10:35 - 12:15

**S2.7: Local Public Goods: Theory** Chair: Robert Driskill, Vanderbilt University Room: ALH 2

Saturday, June 26

Federation Formation with Endogenous Tax Determination Ioannis Chatzigiatroudakis, Athens U. of Ecomonics and Business

*Migrations, Public Goods and Taxes* Salome Gvetadze, Université Catholique de Louvain

Group Formation, Free Mobility and Social Optimality Antoine Loeper, Northwestern University

Intergenerational Spillovers, Decentralization, and Durable Public Goods. Robert Driskill, Vanderbilt University

**S2.8: Dynamic Taxation** Chair: Kirill Borissov, European University at St. Petersburg Room: ALH 3

Taxing Human Capital: A Good Idea Christoph Braun, Ruhr Graduate School in Economics

*Optimal Dynamic Income Taxation with Hidden Saving* **Stephen Scheid,** Washington University in St. Louis

Growth and Income Inequality under Progressive Taxation Murat Koyuncu, Boğaziçi University

Endogenous Growth in a Model with Heterogeneous Agents and Voting on Public Goods Kirill Borissov, European University at St. Petersburg

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## 10:35 - 12:15

Saturday, June 26

Room: NBZ 10

**S2.9: Economics of Education 1** Chair: Annalisa Luporini, University of Florence

Occupational Choice: Teacher Quality vs. Teacher Quantity Limor Hatsor, The Berglas School of Economics, Tel Aviv Unversity

*Tiebout, School Finance and the Inefficiency of Head Taxe* **Francisco Martinez Mora**, University of Leicester

Political Economics of Higher Education Finance Under Regional Competition Martin Wimbersky, University of Munich

Competition Between State Universities Annalisa Luporini, University of Florence

**S2.10: Pension Policy 2** Chair: Inigo Iturbe-Ormaetxe, Universidad de Alicante Room: NBZ 11

Social Security and Two-Earner Households Remzi Kaygusuz, Sabanci University

Pension Systems and Free Labor Mobility Ana Gouveia, European Central Bank / University Nova of Lisboa

Voting on Public Pensions with Endogenous Child-to-Parent Altruism Bertrand Wigniolle, CES University of Paris I

Visibility of Social Security Contributions and Employment Inigo Iturbe-Ormaetxe, Universidad de Alicante

### 10:35 - 12:15

**S2.11: Tax Evasion and Public Capital** Chair: Ramon Torregrosa, Universidad de Salamanca

Martin Besfamille, Universidad Torcuato Di Tella

Room: NBZ 13

Saturday, June 26

Inspectors or Google Earth? Optimal Fiscal Policies Under Uncertain Detection of Evaders

Audits or Distortions: The Optimal Scheme to Enforce Self-employment Income Taxes Eduardo Zilberman, New York University

Public Capital, Congestion and Rent-Dissipation Ramon Torregrosa, Universidad de Salamanca

12:15-13:45

Lunch (Kennedy Lodge Gardens)

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Saturday, June 26

**S3.1: Equity and Inequality** Chair: Serge Kolm, EHESS Room: WH 201

Distributive Justice and Equivalence of Resource/opportunity Egalitarianism and Welfare Egalitarianism on Quasilinear Domains Duygu Yengin, University of Adelaide

An Axiomatic Characterization of the Theil Inequalit Ordering Oscar Volij, Ben Gurion University

Inequality, New Directions: Full Ethical Foundations and Their Consequences Serge Kolm, EHESS

**S3.2: PGPPE Session #7** Chair: : Mamoru Kaneko, University of Tsukuba **Room: WH 203** 

*Charitable Asymmetric Bidders* **Olivier Bos**, University of Cologne

*Two-Tier Governments, Redistributive Policies and Public Good Provision* **Pierre Boyer**, Toulouse School of Economics and EHESS

Auctioning a Discrete Public Good Under Incomplete Information Murat Yılmaz, Boston University 13:45 - 15:05

S3.3: Demographic Changes and GrowthRoom: WH 210Chair: Thomas Seegmuller, CNRS, GREQAM

How Powerful is Demography? The Serendipity Theorem Revisited Gregory Ponthiere, Paris School of Economics

One Sector Optimal Growth Model with Endogenous Population Growth and Cycles Mustafa Kerem Yüksel, Bilkent University

Mortality Differential, Labor Taxation and Growth: What Do We Learn from the Barro-Becker Model? Thomas Seegmuller, CNRS, GREQAM

**S3.4: Matching** Chair: Jordi Massó, Universitat Autònoma de Barcelona **Room: WH 301** 

Controlled School Choice Atila Abdulkadiroglu, Duke University

*Breaking Ties in School Choice: (Non-)Specialized Schools* Lars Ehlers, U de Montreal

On Cooperative Solutions of a Generalized Assignment Game: Limit Theorems to the Set of Competitive Equilibria Jordi Masso, Universitat Autònoma de Barcelona

Saturday, June 26

Saturday, June 26

**Room: NB-IBA** 

**S3.5:** Growth under Consumption Externalities Chair: Katsuhiko Hori, Kyoto University

*Growth and Keeping up with the Joneses* **Ronald Wendner**, Graz University

Status-seeking and Catching up in the Strategic Ramsey Model Mehmet Özer, Bilkent University

A Dynamic Game Model of Endogenous Growth with Consumption Externalities Katsuhiko Hori, Kyoto University

13:45 - 15:05

**S3.7: Crime and Punishment** Chair: Naci Mocan, LSU and NBER Room: ALH 2

Saturday, June 26

Migration and Crime Fabio Mariani, IRES, Université Catholique de Louvain

Political Representation and Crime: Evidence from India's Local Governments Anandi Mani, University of Warwick

Intended and Unintended Consequences of Prison Reform Naci Mocan, LSU and NBER

**S3.8: Economic Policy with Multiple Jurisdictions** Chair: Gareth Myles, University of Exeter and IFS Room: ALH 3

Intertwined Federalism: Shared Accountability and Partial Decentralization in Local Public Good Provision Marcelin Joanis, University of Sherbrooke

The Fiscal Competition Game Revisited: When Leadership May Be Suboptimal Emmanuelle Taugourdeau, CNRS, CES, Paris School of Economics

Fiscal Disparities Among French Municipalities Pascale Duran-Vigneron, University of Paris 10 - Nanterre

**S3.6: Choice & Pref. Aggregation 1** Chair: Mark Johnson, Tulane University Room: ALH 1

*Surplus Maximization and Optimality* Edward Schlee, Arizona State University

Preferences on Acts and Choice Function on Outcomes Nicholas Baigent, London School of Economics and Graz University

Decentralization of "Complex" Decision Rules Mark Johnson, Tulane University

13:45 - 15:05	Saturday, June 26	13:45 - 15:05	Saturday, June 26
<b>S3.9: Labor Economics 2</b> Chair: Franck Malherbet, THEMA - Université de Cergy-	Room: NBZ 10 Pontoise	<b>S3.11: Information and Market Structure</b> Chair: Shin-kun Peng, Academia Sinica and Nation	
Oligopsony and Discrimination on the Labor Market Clemence Berson, Université Paris 1 - PSE		The Effect of Entertainment in Newspaper and Tele Tanja Greiner, University of Munich	vision News Coverage
Optimal Unemployment Insurance Under Strategic Exper Andreas Grunewald, Bonn Graduate School of Econom		Asymmetric Information, Auditing Commitment, an Yong Wang, City University of Hong Kong	nd Economic Growth
Does Bargaining Matter in the Small Firm's Matching Ma Franck Malherbet, THEMA - Université de Cergy-Pont		<i>Quality and Quantity Competition between Multipr</i> <b>Shin-kun Peng</b> , Academia Sinica and National Tai	
		15:05 - 15:25	
<b>S3.10: Taxation and Households</b> Chair: Pedro Teles, Banco de Portugal, U. C. Portuguesa	Room: NBZ 11 and CEPR	Coffee Break (Albert Long Hall Foye	r & Natuk Birkan Hall Foyer)
Taxation, Aggregates and the Household Nezih Güner, Universitat Autonoma de Barcelona			
Taxation of Human Capital and Wage Inequality: A Cros Serdar Özkan, University of Pennsylvania	s-Country Analysis		
Exogenous Public Spending in the Optimal Taxation Prob Pedro Teles, Banco de Portugal, Univ. Catolica Portugue			

Saturday, June 26

**Room: WH 201** 

**S4.1: Political Behavior** Chair: Tuvana Pastine, National University of Ireland Maynooth

Partisan Districts or Battleground Districts: Where Do Parties Field Their High Quality Candidates? Haldun Evrenk, Suffolk University

An Experimental Investigation of Colonel Blotto Games Subhasish Modak Chowdhury, University of East Anglia

Political Campaign Spending Limits and Electoral Contests **Tuvana Pastine**, National University of Ireland Maynooth 15:25 - 16:40

**S4.3: Contest Theory 1** Chair: Wolfgang Leininger, TU Dortmund Room: WH 210

Saturday, June 26

*War, Battles, and Auctions* Samuel Hafner, University of Basel, Switzerland

*Extremism Drives out Moderation* Bettina Klose, Purdue University, University of Zurich

Leveling the Lobbying Process: Effort Maximization in Asymmetric N-person Contests Jörg Franke, Universität Dortmund

**S4.2: PGPPE Session #8** Chair: : Fikret Adaman, Boğaziçi University **Room: WH 203** 

Interdependency of Flood Insurance and Collective Prevention Policies: A Fiscal Federalism Perspective Céline Letremy, ENSAE and Université Paris-Dauphine

*Revenue Equalization and Stabilization In the Belgian Federation* **Annelore Van Hecke**, K.U. Leuven

*Vilfredo Pareto and the Scienza delle Finanze* **Amedeo Fossati**, University of Genoa **S4.4: Games Modelling Competition** Chair: Walter Trockel, IMW, Bielefeld University **Room: WH 301** 

Inner Core, Asymmetric Nash Bargaining Solution and Competitive Payoffs Sonja Brangewitz, IMW, Bielefeld University

A Location Game Under Generalized Single-peaked Preferences Berno Buechel, Saarland University

Competitive Outcomes in the Case of NTU Market Games - An Extension of the Results of Qin(1993) Jan-Philip Gamp, IMW, Bielefeld University

15:25 - 16:40	Saturday, June 26	15:25 - 16:40	Saturday, June 26
<b>S4.5: Topics in Growth and Investment Theories</b> Chair: Raouf Boucekkine	Room: NB-IBA	<b>S4.7: Public Goods 1</b> Chair: Michael Michael, University of Cyprus	Room: ALH 2
Endogenous Time Preference and Strategic Growth Carmen Camacho, Université Catholique de Louvain Existence, Optimality and Dynamics of Equilibria with Endogenous Çağrı Sağlam, Bilkent University	Time Preference	Group Size, Public Goods and the Possibility of an In Debasis Mondal, National University of Singapore Government Opportunism in Public-Private Partners Vanessa Valero, LASER Welfare Improving and Public Good Increasing India Michael Michael, University of Cyprus	ships
<b>S4.6: Choice &amp; Pref. Aggregation 2</b> Chair: Jean Laine, Istanbul Bilgi U., Murat Sertel C.A.E.S. <i>Hyperpreferences</i> <b>Göksel Aşan</b> , Istanbul Bilgi University <i>Consensus Formation via Preference Updating</i>	Room: ALH 1	<b>S4.8: Estimation Methodology and Experi</b> Chair: Shin-kun Peng, Academia Sinica and Nationa Do We Really Have Inequality Aversion?: Almost Na Game Experiment Jeognbin Kim, Seoul National University	l Taiwan U.
Burak Can, Maastricht University Kemeny-Consistency of Social Welfare Functions Jean Laine, Istanbul Bilgi University, Murat Sertel Center for Adva	unced Economic Studies	Fixed-neighborhood Regression Discontinuity Estim. Jin-Young Choi, Boston College, and Myoung-Jac The Reaction of Consumers to Shopping Vouchers Kamhon Kan, Academia Sinica	ators and Their Characteristics 2 Lee, Korea University

### Saturday, June 26

Room: NBZ 10

**S4.9: Economics of Education 2** Chair: Julien Jacqmin, Facultés Universitaires Saint-Louis

Multidimensional Skills, Specialization, and Oligopolistic Competition in Higher Education Sinan Sarpça, Koç University

Competition Between Higher Education Institutions in the Presence of Congestion Effects **Daniela Tellone**, CEREC, Facultés Universitaires Saint-Louis

A Theory of Shared Governance in Higher Education Julien Jacqmin, Facultés Universitaires Saint-Louis

**S4.10: Tax Competition** Chair: Soren Bø Nielsen, Copenhagen Business School Room: NBZ 11

Tax Competition in a Simple Model with Heterogeneous Firms: How Larger Markets Reduce Profit Taxes Andreas Haufler, University of Munich

Endogenous Tax Harmonization Pascalis Raimondos-Moller, Copenhagen Business School

*Reduced Border-zone Commodity Tax?* **Soren Bø Nielsen**, Copenhagen Business School 15:25 - 16:40

**S4.11: Law and Economics** Chair: Özgür Kıbrıs, Sabancı University Room: NBZ 13

Saturday, June 26

Divorce Decisions, Divorce Laws and Social Norms Victor Hiller, Université Paris II - LEM

Evidence Disclosure and Severity of Punishments Evsen Türkay, Vassar College

On the Investment Implications of Bankruptcy Laws Özgür Kıbrıs, Sabancı University

16:40 - 17:00

Coffee Break (Albert Long Hall Foyer & Natuk Birkan Hall Foyer)

### 17:00 - 18:15

Saturday, June 26

# Plenary Talk #2 ALBERT LONG HALL AUDITORIUM

Chair: Cuong Le Van, CNRS, Université Paris 1

*The Economics of Long Term Care: An Agenda for Future Research* **Pierre Pestieau,** University of Liege Sunday, June 27, 2010

09:00 - 10:40

N1.1: Mechanism Design 3 Chair: Shiva Sikdar, Yonsei University Room: WH 201

*Transparency in Teams: The Role of Preferences and Technologies* **Nona Pepito,** National University of Singapore

*Targets: A Screening Perspective* Shiva Sikdar, Yonsei University

On Favoritism in Auctions with Entry Leandro Arozamena, Universidad Torcuato Di Tella

*Multi-unit Auctions With Resale* **Emel Filiz-Özbay**, University of Maryland

N1.2: PGPPE Session #9 Room: WH 203 Chair: Gareth Myles, University of Exeter and Institute for Fiscal Studies

On the Public Good of Fighting Poverty. Paradoxes of Solidarity Serge C. Kolm, EHESS

Externalities in Production Economies and Existence of Competitive Equilibria: A Differentiable Approach Vincenzo Platino, CES, Université Paris 1

Market Functioning in Public Good Economies With Nonconvex Technologies Vincent Iehlé, LEDa, University Paris-Dauphine

*NTU Market Games with Many Players* **Nizar Allouch**, Queen Mary University London

### 09:00 - 10:40

### Sunday, June 27

N1.3: Contest Theory 2 Chair: Magnus Hoffmann, University of Magdeburg Room: WH 210

Where Ignorance is Bliss, 'Tis Folly to be Wise - On the Value of Information in Contests **Philipp Denter**, University of St. Gallen

*The Contest Winner: Gifted or Venturesome?* **Marco Sahm**, TU Munich

Heterogeneity and Number of Players in Rent-Seeking, Innovation, and Patent-Race Games Takeshi Yamazaki, Niigata University

When the Underdog Does not Lead - Endogenous Prize and Leadership in Contests Magnus Hoffmann, University of Magdeburg

N1.4: R&D - Networks and Empirics Room: WH 301 Chair: Marco Marinucci, Banca d'Italia, U. Catholique de Louvain

Information, Networks & Productivity Marshall Van Alstyne, Boston University & MIT

*R&D Subsidies and Firm-level Productivity: Evidence for France* **Aminata Sissoko**, IRES - Université Catholique de Louvain

Scientific Collaborations in Economics: An Overview of the Last Decades of Data Paolo Bussi, Facultés Universitaires Saint-Louis

Decreasing Returns to Scale in R&D Networks Marco Marinucci, Banca d'Italia, U. C. de Louvain, F. U. Saint-Louis 09:00 - 10:40

Sunday, June 27

**N1.5: Voting** Chair: Hüseyin Yıldırım, Duke University **Room: NB-IBA** 

Voting on How to Vote Jose Luis Garcia-Lapresta, Universidad de Valladolid

*The Benefits of Costly Voting* **Todd Kaplan**, University of Exeter and University of Haifa

On the Coherence of Council Votes Klaas Staal, University of Bonn

Time-Consistent Majority Rules for Groups with Interdependent Valuations Hüseyin Yıldırım, Duke University

**N1.6: Market Games** Chair: Marta Faias, Universidade Nova de Lisboa Room: ALH 1

*The Battle of the Bourses* Jaime Luque, University Carlos III of Madrid

A Strategic Market Game Approach for the Private Provision of Public Goods **Emma Moreno-garcia**, Universidad de Salamanca

*Does Deposit Insurance Without Commitment Provide Any Insurance?* **Hubert Kempf,** Bank of France

On Values of Markets with Commodity Differentiation Marta Faias, Universidade Nova de Lisboa

#### 09:00 - 10:40

Sunday, June 27

Room: ALH 2

**N1.7: Cooperative Games and Solutions** Chair: Youngsub Chun. Seoul National University

The Structure of Unstable Power Mechanisms Joseph Abdou, Université Paris 1

Axiomatizations of the Euclidean Compromise Solution Anne Van den Nouweland, University of Oregon

Weak Demand Operator and the Dutta-Kar Rule for Minimum Cost Spanning Tree Problems Bawoo Kim, Seoul National University

*Fair-ranking Properties of a Core Selection and the Shapley Value* **Youngsub Chun**, Seoul National University

**N1.8: Topics in Optimal Taxation 3** Chair: Burçay Erus, Boğaziçi University Room: ALH 3

*Bunching in Optimal Taxation* **Luigi Balletta,** Universita' di Palermo

On the Optimal Skill Distribution in a Mirrleesian Economy Hakkı Yazıcı, Sabancı University

*Optimal Nonlinear Taxation With Many Commodities and Income Revisited* **Xavier Ruiz del Portal**, University of Lleida

Optimal Indirect Taxation with Tax Evasion: Differential Tax Evasion across Individuals Burçay Erus, Boğaziçi University 09:00 - 10:40

Sunday, June 27

N1.9: Economics of Education 3Room: NBZ 10Chair: Barış Kaymak, University of Montreal

*Tracking Can Be More Equitable Than Mixing* **Marisa Hidalgo**, Universidad Pablo de Olavide

Investment in Vocational and General Human Capital: A Theoretical Approach Quentin David, Université du Luxembourg

The Quantity and Quality of Teachers: A Dynamic Trade-off Gregory Gilpin, Montana State University

Signaling, Self-Selection and Employer Learning Barış Kaymak, University of Montreal

N1.10: Regional Economics Chair: Eren İnci, Sabancı University Room: NBZ 11

Infrastructure and the Location of Business Maximilian Von Ehrlich, ETH Zurich

Modal Choice, Congestion and Coordination Renaud Foucart, Université Libre de Bruxelles - ECARES

Voing on Traffic Congestion Policy with Two Levels of Government Antonio Russo, Toulouse School of Economics

*Free Parking for All in Shopping Malls* **Eren İnci,** Sabancı University

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Sunday, June 27

**N1.11: Lobbying and Rent Seeking** Chair: Chris Ellis, University of Oregon Room: NBZ 13

*Policy Persistence as a Source of Economic Rent Seeking* **Silke Friedrich**, University of Oregon, İfo Institut

Local Governments Tax Autonomy, Lobbying, and Welfare Luca Colombo, Catholic University - Milano

The Decline in High-intensity Participation: A Model of Party Activism and Special-interest Influence on Policy Nicolas-Guillaume Martineau, Queen's University at Kingston

A Simple Model of the Lobbying Industry. **Thomas Groll**, University of Oregon

10:40 - 11:00

Coffee Break (Albert Long Hall Foyer & Natuk Birkan Hall Foyer)

11:00 - 12:15

Sunday, June 27

Plenary Talk #3

ALBERT LONG HALL AUDITORIUM

Chair: Frank Page, Indiana University

On the Existence of Monotone Pure Strategy Equilibria in Bayesian Games Philip Reny, University Chicago

12:15 – 13:45 Lunch (Kennedy Lodge Gardens)

Sunday, June 27

**N2.1: Evolution, Altruism, and the Family** Chair: Ingela Alger, Carleton University Room: WH 201

*Evolutionarily Stable Altruism* **Ingela Alger**, Carleton University

*Evolutionary Dynamics, Fitness, and Utility Functions* **Ted Bergstrom,** UC Santa Barbara

Development and Transition to Monogamy Sadettin Çiftçi, Sabanci University

N2.2: PGPPE Session #10 Chair: Anne van den Nouweland, University of Oregon Room: WH 203

A Recursive Mechanism for Resolving Bargaining Impasses Between Risk Averse Parties Sylvie Thoron, University of Toulon and GREQAM-IDEP

Electoral Control Under Decentralization Antonio Farfán-Vallespín, U. of Freiburg, Institute for Economic Research

Discussion Anne van den Nouweland, University of Oregon 13:45 - 15:05

N2.3: Institutions and Efficiency I Chair: Marshall Van Alstyne, Boston University & MIT

**Room: WH 210** 

Sunday, June 27

Contract Law and Development Aristotelis Boukouras, University of Warwick

The Emergence of Institutions Santiago Sanchez-Pages, University of Edinburgh

The Social Efficiency of Fairness Marshall Van Alstyne, Boston University & MIT

**N2.4: Contracts with Asset Markets** Chair: Guido Maretto, ECARES **Room: WH 301** 

Protecting Buyers from Fine Print: Market Structure Matters Elena D'agostino, U. of Messina and U. of Nottingham

Collateral Constraints and Noisy Fluctuations Jennifer La'o, MIT

Contracts with Aftermarkets - Hidden Action Guido Maretto, ECARES

<b>N2.5: Migration Policy</b> Chair: David De la Croix, IRES & CORE, U. C. Louvain	Room: NB-IBA	N2.7: Pu Chair: Tosl
The Welfare State and the Skill Mix of Migration: Dynamic Por Assaf Razin, Tel Aviv University	licy Formation	Private Pro Oskar Nuj
State Taxes, Tax Exemptions and What They Reveal About Elde Ali Sina Önder, Uppsala University	erly Migration	Should Tax Umberto (
Do Brain Drain and Poverty Result from Coordination Failure David De la Croix, IRES & CORE, U.C. Louvain	\$?	Fiscal Defi Toshihiro
N2 (. Choice and Dueferrance Aggregation 2	Doome ALU 1	
N2.6: Choice and Preference Aggregation 3 Chair: Remzi Sanver, Istanbul Bilgi University	Room: ALH 1	N2.8: He Chair: Rose
Aggregating Partitions Ashley Piggins, National University of Ireland Galway		Chronic No Catarina (
Strategy-proof Judgment Aggregation Under Asymmetric Infor <b>İrem Bozbay</b> , Maastricht University	mation	Endogenou Christian
Approval as an Intrinsic Part of Preference Remzi Sanver, Istanbul Bilgi University		Static and Payment R

Sunday, June 27

13:45 - 15:05

**N2.7: Public Goods 2** Chair: Toshihiro Ihori, University of Tokyo Room: ALH 2

Sunday, June 27

*Private Provision of Public Goods: A Non-Neutrality Result* **Oskar Nupia**, Universidad de los Andes

Should Tax Bases Overlap in a Federation with Lobbying? Umberto Galmarini, Università dell'Insubria

Fiscal Deficits, Privileges, and Cooperation with Fiscal Consolidation **Foshihiro Ihori**, University of Tokyo

N2.8: Health Economics 2 Chair: Rosella Levaggi, University of Brescia Room: ALH 3

*Chronic Noncommunicable Diseases and Health Capital* **Catarina Goulao**, Toulouse School of Economics

Endogenous Information and Compulsory Insurance Christian Feilcke, Technical University of Munich

Static and Dynamic Efficiency of Irreversible Health Care Investments under Alternative Payment Rules Rosella Levaggi, University of Brescia

13:45 - 15:05

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Sunday, June 27

Room: NBZ 10

**N2.9: Growth and Development** Chair: Zuzana Brixiova, African Development Bank

Growth or Welfare State? Optimal Composition of the Government Expenditure Yusuke Kinai, Graduate School of Economics, Osaka University

Productive Entrepreneurship and Economic Development with Limited Contract Enforcement Rasim Uras, Washington University in St. Louis

S upporting Productive Entrepreneurship in Africa's Least Developed Countries: a Theoretical Exploration Zuzana Brixiova, African Development Bank

**N2.10: Household and Public Policy** Chair: Marco Francesconi, University of Essex Room: NBZ 11

Households, Children and Public Policy Eva Garcia-moran, University Carlos III of Madrid

*Who Owns Children and Does It Matter?* Alice Schoonbroodt, University of Southampton

Unintended Consequences of Welfare Reform: The Case of Divorced Parents Marco Francesconi, University of Essex 13:45 - 15:05

**N2.11: Environmental Economics 2** Chair: Subhadip Chakrabarti, Queen's U. Management School Room: NBZ 13

Sunday, June 27

*Education and the Political Economy of Environmental Protection* **Natacha Raffin**, CES-CNRS, University of Paris 1 Pantheon Sorbonne

*Time for Change? The Analysis of Citizens' Preferences for Energy Investment Alternatives in Turkey* **Pinar Ertör**, Bogazici University

Partial Cooperation and Green Technology Sharing: A Game Theoretic Approach Subhadip Chakrabarti, Queen's U. Management School

15:05 - 15:25

Coffee Break (Albert Long Hall Foyer & Natuk Birkan Hall Foyer)

Sunday, June 27

**N3.1: Informality** Chair: Ayşe Mumcu, Boğaziçi University Room: WH 201

Product Market Regulations, Firm Size, Unemployment and Informality in Developing Economies Olivier Charlot, LEAD - Université des Antilles et de la Guyane

*Informality and Optimal Public Policy* **David Bardey,** University of Rosario - Toulouse School of Economics

*Informality as a Self-fullfiling Equilibrium* **Ayşe Mumcu**, Boğaziçi University

N3.2: PGPPE Session #11 Chair: Joaquim Silvestre, University of California at Davis **Room: NB-IBA** 

PGPPE Plenary Lecture 2

*The Lindahl Approach to Household Behavior* **Claude d'Aspremont**, CORE, Université Catholique de Louvain 15:25 - 16:40

Sunday, June 27

N3.3: Game Theory and Application 2 Room: WH 210 Chair: Emanuele Gerratana, Columbia University

*Dynamic Games with Local Interactions* **Onur Özgür,** Université de Montréal

Perfect Foresight Equilibrium Selection in Signaling Games Kenichi Amaya, Kagawa University

Strategic Effects of Renegotiation-Proof Contracts Emanuele Gerratana, Columbia University

N3.4: Reciprocity and Mind Reading in Public Good Games Room: WH 301 Chair: Edward Cartwright, University of Kent

Earned versus Unearned Endowments and Contributions to a Threshold Public Good Anna Stepanova, University of Kent

Mind Reading and Social Preferences: Experimental Evidence from a Public Goods Game Kristina Leipold, TU Dresden

*Reciprocity and Endogenous Leadership in a Public Good Game* Edward Cartwright, University of Kent

Sunday, June 27

**N3.5: Equilibrium in Dynamic Economies** Chair: Martine Quinzii, University of California at Davis Room: WH 203

*Expectations of Inflation, the Term Structure of Interest Rates and Monetary Policy* **Michael Magill**, University of Southern California

Ergodic Markov Equilibrium with Incomplete Markets and Short Sales Luis Braido, Fundacao Getulio Vargas

N3.6: Environmental Economics 3 Chair: Thierry Brechet, CORE, Université Catholique de Louvain Room: ALH 1

Are Compact Cities Environmentally Friendly? Carl Gaigne, INRA

*On the Preference Constraint for Sustainable Development to Be Optimal* **Ken-ichi Akao,** School of Social Sciences, Waseda University

*Median Voter Environmental Maintenance* **Thierry Brechet,** CORE, Université Catholique de Louvain

16:40 - 17:00

Coffee Break (Albert Long Hall Foyer & Natuk Birkan Hall Foyer)

17:00 - 18:15

### Sunday, June 27

## PGPPE Round Table: ALBERT LONG HALL AUDITORIUM

Chair: Serge Kolm, EHESS

Public Goods and Public Policy Analysis - The State of the Art and New Issues

**Claude D'Aspremont,** Université Catholique de Louvain **John Roemer,** Yale University **Joaquim Silvestre,** University of California at Davis