Public Policy and Economic Theory

Edited by

Torben M. Andersen

and

Karl O. Moene



Contents

Proceedings of a 100th Anniversary Symposium, Lysebu/Oslo, January,	1997
Editors' Preface. By Torben M. Andersen and Karl O. Moene	vii
The First Century of The Scandinavian Journal of Economics. By Mats Persson	1
Efficiency with Non-Convexities: Extending the "Scandinavian Consensus" Approaches. By Peter J. Hammond and Antonio Villar	11
Comments by Jean-Charles Rochet and Agnar Sandmo	33
The Economics of Poverty in Poor Countries. By Partha Dasgupta	4 1
Comments by Kaushik Basu and Thorvaldur Gylfason	69
Emission Taxes versus Other Environmental Policies. By Michael Hoel	79
Comments by Kerstin Schneider and Peter Bohm	105
Unemployment Insurance in Theory and Practice. By Serf/7 Holmlund .	113
Comments by Alan Manning and Steinar Str0m	143
Modelling Policy Issues in a World of Imperfect Competition. By <i>Egbert Dierker and Birgit Grodal</i>	153
Comments by Heracles M. Polemarchakis and Seppo Honkapohja	181
Pitfalls in the Theory of International Trade Policy: Concertina Reforms of Tariffs, and Subsidies to High-Technology Industries. By <i>J. Peter Neary</i>	187
Comments by Alasdair Smith and Harry Flam	207
Business Cycles: Theory, Evidence and Policy Implications. By <i>Russell W. Cooper</i>	213
Comments by Jean-Pierre Danthine and Nils Gottfries	239
Open-Economy Macroeconomics: Developments in Theory and Policy. By Maurice Obstfeld	247
Comments by Patrick J. Kehoe and Asbj0rn R0dseth	277
The Demand for Broad Money in the United Kingdom, 1878-1993. By Neil R. Ericsson, David F. Hendry and Kevin M. Prestwich	289
Comments by Timo Terasvirta and Svend Hylleberg	325
Limits to Institutional Reforms. By Thrainn Eggertsson	335
Comments by Avner Ben-Ner, Louis Putterman and Tone Ognedal	359
The Political Economy of Fiscal Consolidations. By Roberto Perotti	367
Comments by Michael Wallerstein and Assar Lindbeck	395