

ECONOMICS 4221
Political and Public Choice Economics
Spring 2014

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Office Hours: Tues. 10:50-12:15, 3:20-5:05; Thurs. 10:50-12:15; Fridays by appointment.

Course Overview:

Political and public choice economics can be defined as the analysis of decision-making in non-traditional market settings, specifically political market settings, using economic models. Essentially, the individual utility-maximizing agent that acts in economic markets also acts in the political arena. Therefore, any policy outcomes are the product of interactions among individuals in political markets. In this framework, it is apparent that governmental decisions are the result of rational optimizing behavior, even if they do not lead to policies that maximize national welfare. The public choice field can be roughly divided into two subfields, institutional political economy and social choice theory. The former takes a look at the role of institutions in government outcomes from a positive (in the economic sense) point of view. The latter examines how different voting procedures affect incentives and thus results in a normative (welfare-oriented) sense.

This is an upper-level undergraduate course that demands a lot of work (reading and writing), but that work should result in a good understanding of the topic and fulfillment from learning. The issues we discuss are complex but they do lend themselves extremely well to critical thinking and rational inquiry, which are the guiding principles of this course. Our goal is to become and remain informed about the issues related to political and public choice economics and, even more importantly, acquire the ability to think about complex issues in a logical objective manner. Thinking critically is what permits us to differentiate between the illogical and the sensible, between the misleading use of statistics and anecdotal evidence, and the reasonable presentation of information.

[A more detailed outline of covered material is posted separately.](#)

Policy on Cheating:

If you are found to have violated the honor code (see below), by both myself and the honor code council, you will automatically fail the course!

Text:

All of the readings for this class are from academic journals.

Prerequisites:

Students must have completed ECON 2010, 2020, 3070 and 3818. I assume that you did not only take the class, but also that you understand and remember the content. It is also helpful to have some understanding of simple econometric analysis. The prerequisites must be strictly enforced.

Class Format:

This class will be slightly different from many of your usual classes. Some terms for our class format might be “relatively learner-centered” or “semi-rotated”. Research on learning supports the use of these systems, and if I were to ignore them, I would be utilizing outdated and even defective teaching methods. For example, current research demonstrates that repetition helps strengthen neuronetworks and thus, increases long-term learning. Frequent problem solving, reviews and cumulative exams are all effective methods of beneficial repetition. Other research-backed effective systems are outlined below.

Learning systems:

1. Lecturing: explaining difficult material not easily learned on your own with text, groups, etc.
2. Exams: exams should be learning tools as well as assessment tools! We will go over each exam in depth in class. Reviewing exams is one area where in-class discussion and explanation are most effective. Just reading answers on a key has been shown to be one of the worst ways to learn material. Therefore, exam reviews will be the one area of class where no notes, associated pictures or keys will be posted.
3. Presentation of articles: we will cover both classic and more recent relevant articles from scholarly journals. These are vital to understanding the relevant concepts associated with political and public choice economics, as there presently no appropriate undergraduate text for this course. Presenting these articles will teach you critical skills that will not only solidify the current information, but will also aid in your learning for other classes. Presentation of material is one of the most instructive learning systems because:
 - a. *If you are going to inform others about what you know, you must first fully understand it yourselves. If you cannot explain a concept to others you may not fully understand it yourself.*
 - b. *You must research the topic, which may expose you to new ideas and sources of material. These sources could help in other coursework.*
 - c. *Most “real-world” careers require some form of presentation skills.*
 - d. *You will start to learn how to defend specific points of view in front of others. This is a critical professional skill!*
 - e. *Help you learn to organize information in a clear & concise way. Your audience will want to hear the most relevant information in the most clear and understandable fashion.*
 - f. *Help you learn presentation tools, formats and devices.*
 - g. *You learn how to practice presentations and fit information into a set time period (very important in business).*
 - h. *You can discern what it takes to teach others.*
 - i. *It will teach you how to respond to critical questions in front of others.*
 - j. *Learn to analytically and reasonably justify a specific economic rationale.*
4. Discussion: discussing the articles we cover will help make the information more concrete and add to long-term learning.
5. Group scholarship: we will work some practice problems in groups, which can help your understanding of the material whether you already understand it fairly well, or are struggling a bit. I will announce the days for these problems at least a week in advance. Unexcused absences from in-class problems will significantly lower your grade!
6. Self-study: reading the articles and solving the review questions.

Assessment systems:

1. Cumulative Exams: shown to improve learning more than virtually every other technique. As noted above, exams are a part of the learning process, not just a part of assessment – we will go over every exam (except, unfortunately, the final) in class. *It is important to review and relearn the material as we build upon that information. This increases long-term learning!* There will be five exams and a cumulative final. All exams are cumulative, and the material does build on itself so it is important to understand all of the concepts as we go.
2. Article Presentation: to give incentives for giving high quality presentations and informing the class, these will be graded according to the rubric given below.
3. Quizzes on Article Readings: to motivate actually reading the articles. Since this is an upper-level course involving much discussion, your quiz grade can be improved by your efforts to add to that discussion. This is a “be here” class – if you put in the effort, you will do well. If you prefer a class where you can just get the notes, skip a lot of classes and take some tests, then another course would be more appropriate.
4. Presentation of group problems: your grade here will depend on your being present to help your group for every day we do in-class problems, and on one randomly drawn person from your group demonstrating the problem effectively. Some people are very averse to speaking in front of a large class and/or to relying on others for a part of their grade. Therefore, using these problems as a part of your grade is optional.

More Information on Assessment:

Exams: There will be three (cumulative) exams and a cumulative final. Tests will consist of short-answer questions and some longer problems. These will be given in class on the days listed. If you miss an exam with a valid excuse (e.g. a note from your doctor or Wardenburg), then the weight of your final will be increased. Undocumented illnesses do not count as valid excuses (as long as this is not in conflict with a University policy). **Note that the exam dates below are not tentative – exams will be given in class on the days listed. NO EXAMS WILL BE DROPPED!!**

Exam Schedule:

Exam I: Thursday, February 13th

Exam II: Tuesday, March 18th

Exam III: Thursday, April 24th

Final exam: Wednesday, May 7th 4:30-7pm in our usual room.

If you have three or more final exams scheduled on the same day, you are entitled to arrange an alternative exam time for the **last** exam or exams scheduled on that day. To qualify for rescheduling final exam times, you must provide evidence that you have three or more exams on the same day, and arrangements must be made with your instructor no later than the end of the sixth week of the semester. **Given the final exam schedule, it is actually not possible that our exam could be the third of three on May 7th.**

Article Presentations:

For much of the course, I will lecture and present papers, but on some days you will divide into small groups for the presentation of papers in class. By working in groups you may gain extra insight into the theory of collective action and how well-made constitutional rules (or in this case, course rules) can increase social welfare. One of the goals of the class is for you to be able to read and understand academic journal articles in this field. Fortunately, the fields of public choice and political economy have some journals that are very ‘readable’ at the undergraduate level. Your goal with the article presentations is to make one article of your choosing very understandable to the class. The class will have read the article (there will be a short quiz on the readings that will count toward your grade), so it is your job to make the paper even more clear, and to motivate a successful discussion about the article. I will already have presented many articles to the class and you should try to follow my lead in terms of how to present. You should try and answer questions as the author would. It is not your job to critique the article – all of the articles have already been critiqued by PhD referees before they can be published. However, if you find follow-up articles that critique the paper it is fine (and even encouraged) to cite those articles. The groups presenting a paper will have studied them in great detail, but I expect the rest of the class to have read all of the papers and be ready to discuss them – rude and counter-productive behavior such as texting and having your laptop open during class discussion will severely damage your own presentation grade.

I have a list of articles from which you can choose, or you may choose one of your own. If you choose your own, then I suggest you find a paper published in the journal *Public Choice*. Be sure **not** to choose an editorial or something that is mostly an econometric study. I must approve all paper choices. The class will take a 10 minute quiz at the beginning of the hour to be sure everyone is ready to discuss and during that time, you will set-up and prepare your presentation (you get 100% for that day’s quiz!). Your presentation should be between 25 and 30 minutes, leaving plenty of time for discussion at the end. **You will be graded down if it falls outside of the time range. Only one member of your group may speak during this presentation, but you should all be able to respond to questions.**

Grading Rubric for Presentations:

Depth and Detail: 11 points

History, Model or Metrics: 11 points

Clarity and Organization: 8 points

Q & A, Discussion: 10 points

In-class Group Assignments:

We will work some practice problems in groups, which can help your understanding of the material whether you already understand it fairly well, or are struggling a bit. I will announce the days for these problems at least a week in advance. Unexcused absences from in-class problems will significantly lower your grade! Unfortunately, due to the nature of the exercises, excused absences will push you into grading system II (note that this does not reduce your grade possibilities).

Grading System I:

Syllabus Quiz	1%
Article Quizzes (& Participation)	10%
Article Presentation	15%
In-class Group Assignments	4%
Exam 1	17%
Exam 2	17%
Exam 3	17%
Final exam	20%

Grading System II:

Syllabus Quiz	1%
Article Quizzes (& Participation)	10%
Article Presentation	15%
Exam 1	18%
Exam 2	18%
Exam 3	18%
Final exam	21%

You must notify me in advance of the first group in-class assignment if you wish to be graded by system II.

I adhere strictly to the University guidelines on Incompletes (“An I is given only when students, *beyond their control*, have been unable to complete course requirements. A substantial amount of work must have been *satisfactorily completed* before approval for such a grade is completed.”). Bad grades, unsatisfactory performance, too many credit hours, work conflicts, etc. are not reasons for an incomplete.

Grading Scale:

<u>Your score</u>	<u>Grade</u>
92% to 100%	A
90% to 91%	A-
88% to 89%	B+
82% to 87%	B
80% to 81%	B-
78% to 79%	C+
72% to 77%	C
70% to 71%	C-
68% to 69%	D+
62% to 67%	D
60% to 61%	D-
Below 59.5%	F

Additional Notes:*Honor Code*

All students of the University of Colorado at Boulder are responsible for knowing and adhering to the academic integrity policy of this institution. Violations of this policy may include: cheating, plagiarism, aid of academic dishonesty, fabrication, lying, bribery, and threatening behavior. All incidents of academic misconduct shall be reported to the Honor Code Council (honor@colorado.edu; 303-725-2273). Students who are found to be in violation of the academic integrity policy will be subject to both academic sanctions from the faculty member and non-academic sanctions (including but not limited to university probation, suspension, or expulsion). Additional information on the Honor Code can be found at <http://www.colorado.edu/policies/honor.html> and at <http://www.colorado.edu/academics/honorcode>

Disabilities

If you qualify for accommodations because of a disability, please submit to your professor a letter from Disability Services in a timely manner (for exam accommodations provide your letter at least one week prior to the exam) so that your needs can be addressed. Disability Services determines accommodations based on documented disabilities. Contact Disability Services at 303-492-8671 or by e-mail at dsinfo@colorado.edu.

If you have a temporary medical condition or injury, see Temporary Injuries under Quick Links at [Disability Services website](#) and discuss your needs with your professor.

Religious holidays

A comprehensive calendar of the religious holidays most commonly observed by CU-Boulder students can be found at <http://www.interfaithcalendar.org/> Review this list and the class syllabus. After reviewing the syllabus, please see the instructor if you believe that you need an accommodation for religious reasons. The instructor should be notified within the first two weeks of classes. Campus policy regarding religious observances states that faculty must make *reasonable* accommodation for them and in so doing, be careful not to inhibit or penalize those students who are exercising their rights to religious observance. For more information see http://www.colorado.edu/policies/fac_relig.html

Code of Behavior

Students and faculty each have responsibility for maintaining an appropriate learning environment. Those who fail to adhere to such behavioral standards may be subject to discipline. Professional courtesy and sensitivity are especially important with respect to individuals and topics dealing with differences of race, color, culture, religion, creed, politics, veteran's status, sexual orientation, gender, gender identity and gender expression, age, disability, and nationalities. Class rosters are provided to the instructor with the student's legal name. I will gladly honor your request to address you by an alternate name or gender pronoun. Please advise me of this preference early in the semester so that I may make appropriate changes to my records. See policies at <http://www.colorado.edu/policies/classbehavior.html> and at http://www.colorado.edu/studentaffairs/judicialaffairs/code.html#student_code

Policy on Discrimination and Harassment

The University of Colorado Boulder (CU-Boulder) is committed to maintaining a positive learning, working, and living environment. The University of Colorado does not discriminate on the basis of race, color, national origin, sex, age, disability, creed, religion, sexual orientation, or veteran status in admission and access to, and treatment and employment in, its educational programs and activities. (Regent Law, Article 10, amended 11/8/2001). CU-Boulder will not tolerate acts of discrimination or harassment based upon Protected Classes or related retaliation against or by any employee or student. For purposes of this CU-Boulder policy, "Protected Classes" refers to race, color, national origin, sex, pregnancy, age, disability, creed, religion, sexual orientation, gender identity, gender expression, or veteran status. Individuals who believe they have been discriminated against should contact the Office of Discrimination and Harassment (ODH) at 303-492-2127 or the Office of Student Conduct (OSC) at 303-492-5550. Information about the ODH, the above referenced policies, and the campus resources available to assist individuals regarding discrimination or harassment can be obtained at <http://www.colorado.edu/odh>