ECON 70560: Topics in Development Economics Professor Lakshmi Iyer Fall 2019

GENERAL INFORMATION

Class Time: Mondays and Wednesdays, 9.30-10.45am, in Jenkins Nanovic Hall B032 Office hours: Mondays 11.00-1.00; Tuesdays 2.30-3.30pm, in Jenkins Nanovic 3054. You can also email me (liyer@nd.edu) to schedule an appointment at a different time.

COURSE OVERVIEW

This course is designed to familiarize you with the research questions and recent literature in development economics, mainly from a microeconomic point of view. The goals of the class are:

- To have a good grasp of the theoretical models and empirical techniques used to answer questions in development economics.
- To train you to evaluate the quality and significance of research through active discussions in class and writing referee reports
- To practice professional academic skills such as paper presentations and doing a literature review.
- To have a detailed proposal for a paper in development economics by the end of the semester. This is the most important component, and the ideal situation is that you have a proposal good enough to be able to write the paper over the summer. This can be used as your third year paper, or as a chapter in your thesis.

COURSE MATERIALS

Classes will be mainly based on academic journal articles. Required readings are available on Sakai Resources. All other readings can be easily obtained via the library. You must read the required articles before coming to class and be prepared to actively engage in class discussion.

COURSE REQUIREMENTS

A. Class participation (15%)

Everyone is expected to read the required papers prior to class, and come to class prepared to discuss the papers and/or ask questions about them. A key part of being a professional economist is the ability to ask good questions in seminars (or otherwise) and be able to "think on your feet" and answer questions.

B. Paper presentations (20%)

You are required to present <u>two</u> papers in class over the course of the semester. Think of this exercise as both a practice for your own research presentations, and as a way to clearly communicate the findings of a paper to your classmates. You may pick any of the required readings, which are indicated with a * on the reading list (except those written by me). You should let me know by the second week of class (Sep 2) which ones you would like to present.

Each presentation will last roughly 25-30 minutes. It should address: 1) the paper's motivation and, potentially, its links to other papers we have discussed 2) data used, 3) research design (identification strategy), 4) results, and 5) constructive critique of the study (identifying

limitations and proposing extensions or improvements). If you are using slides, plan on <u>at most</u> 15 slides for a 30-minute time slot.

C. Referee reports (30%)

There will be three referee report assignments during the semester. You should begin with a one-paragraph summary of the main contribution of the paper, and highlight the key strengths of the paper. You should then critique the paper, starting with fundamental concerns and concluding with more minor comments. You should include constructive and realistic recommendations for improvement. Each report should be 1-2 single-spaced pages.

Report #1 due Sep 16: choose one of Comin, Easterly and Gong (2010); Michalopoulos and Papaioannou (2013); Dell and Olken (2018).

Report #2 due Oct 7: choose one of Hornbeck (2010); Bloom, Mackenzie and Roberts (2012); Breza, Kaur and Shamdasani (2017); Burgess and Pande (2005).

Report #3 due Nov 4: choose one of the job market papers by development economics candidates on the market this year (see the list at the end of the syllabus).

D. Paper proposal (35%)

The goal is to get you to formulate a clear research project that can potentially serve as a third-year paper and/or a thesis chapter. The proposal should have the following components:

- What is the question?
- Why is this question important? Ideally it should be interesting to all economists, not just people in the development subfield. Also include a short literature review describing what we know about this question so far.
- Methodological approach
 - Justify your approach, and distinguish it from prior literature.
 - If theory: what will be your key building blocks, in what contexts are your assumptions justified.
 - If empirical, what data are available to answer this question, what will be your dependent and independent variables and your identification strategy.
- Initial progress
 - Theory: show that at least a "baby model" can be constructed to illustrate the intuition (e.g. by making specific functional form assumptions etc).
 - Empirical: get the data, provide summary statistics and run at least one regression
- Outline the path towards making this proposal into a full-fledged paper.

Here are some interim deadlines to facilitate progress towards the paper proposal:

- Sep 30: Describe three possible questions you would like to work on (one paragraph each). I will provide feedback on which of these may be most fruitful and doable, or guide you to relevant literature to make the judgement.
- Oct 14: Identify one specific question, describe why it is important, and provide a (short) literature review identifying and describing two papers that are the most closely related to

- your proposed question. Also explain how your proposed work would be different from these papers.
- Oct 28: One-page research proposal is due. This should include a clearly specified question, explain why the question is important, describe the potential data sources and the regression you want to run. If the proposal is for a theory model, describe the basic building blocks of the model (e.g. will it be a one-period or multi-period model, who will be the key agents, which decisions and constraints you will be focusing on).
- Nov 18: Provide a full literature review for the paper proposal (1-2 pages).
- <u>Dec 2</u>: Proposal interim draft (e.g. data and summary statistics for an empirical paper)
- Dec 17 (8.00-10.00am): Paper proposal presentation + final submission

HONOR CODE

You are expected to adhere to the Academic Code of Honor Pledge: "As a member of the Notre Dame community, I will not participate in or tolerate academic dishonesty." The full Code and a Student Guide to the Academic code of Honor are available at: http://honorcode.nd.edu.

SCHEDULE

Date	Topic	Due dates		
Aug 28	Course overview			
Pre-determined constraints to development				
Sep 2	Geography Alsan (2015); Nunn & Puga (2012)	Paper presentation choices due by Sep 2		
Sep 4, 9, 11	History (a) Acemoglu, Johnson, Robinson (2001); Banerjee & Iyer (2005) (b) Nunn (2008); Dell (2010); Michalopoulos & Papaioannou (2016) (c)Acemoglu & Robinson (2006, 2008); Przeworski (2009)			
Constraints within the household				
Sep 16, 18	Market frictions: Land (a) De Soto (2000); Field (2007); de Janvry et al	Referee report #1 due on Sep 16		
Sep 23, 25	Market frictions: Labor (a) Dasgupta & Ray (1986); Alfonsi et al (2017); Groh et al (2016) (b) Naidu, Nyarko & Wang (2016); Brooks, Donovan & Johnson (2017); Cai & Szeidl (2017)			
Sep 30, Oct 2, 7	Market frictions: Capital (a) Ghatak & Guinnane (1999); Banerjee & Newman (1993) (b) De Mel, Mackenzie & Woodruff (2007); Haushofer & Shapiro (2016); Banerjee et al (2015) (c) Banerjee, Karlan & Zinman (2015); Karlan & Zinman (2009)	Three possible paper ideas due on Sep 30; Referee report #2 due on Oct 7;		
Oct 9, 14	Market frictions: Insurance (a) Banerjee & Newman (1998); Munshi & Rosenzweig (2016) (b) Bryan, Chowdhury & Mobarak (2014); Karlan et al (2015)	Short literature review due on Oct 14;		
Fall Break Week Oct 19-27				
Oct 16, 28, 30, Nov 4	Political institutions and political actors (a) Papaoiannou & Sirounnis (2008); Olson	One-page paper proposal due on Oct 28; Referee report #3 due on Nov 4		
1100 0, 11	Corruption (a) Becker (1968); Shleifer & Vishny (1993); Olken & Barron (2009) (b) Olken (2007); Bjorkman & Svensson (2009)			

Nov 13, 18	Collective action and social norms (a) Banerjee, Iyer & Somanathan (2008; section 2); Miguel & Gugerty (2005) (b) Bursztyn, Egorov & Jensen (2019); Jensen & Oster (2019); Manski (1993)	Full literature review due on Nov 18	
Constraints within the household			
Nov 20, 25	Human capital		
	(a) Miguel & Kremer (2004); Kremer et al (2011)		
	(b) Duflo (2001); Jensen (2012); Pritchett (2001)		
Dec 2, 4	Information	Proposal interim draft due on Dec 2	
	(a) Thornton (2008); Cole & Fernando (2018)	-	
	(b) Jensen (2007); Jensen & Miller (2018)		
Dec 9	Intra-household inefficiencies		
	Udry (1996); Jensen & Miller (2017)		
Dec 11	Behavioral biases		
	Readings TBD		
Dec 17	Proposal presentations (8.00-10.00am) + Proposal submission deadline		

READING LIST

Required readings are indicated with a *. Papers for referee reports are indicated with a †.

1. Overview of Economic Development

*Banerjee, Abhijit and Esther Duflo. 2007. "The Economic Lives of the Poor." *Journal of Economic Perspectives* 21(1): 141–167.

*Kenny, Charles. 2005. Why are we worried about income? Nearly everything that matters is converging. *World Development*, 33(1), 1-19.

Bick, Alexander, Nicola Fuchs-Schündeln and David Lagakos. 2018. "How Do Hours Worked Vary with Income? Cross-Country Evidence and Implications." *American Economic Review*, 108(1):170-99

*Allen, Robert C. "Absolute Poverty: When Necessity Displaces Desire." *American Economic Review* 2017, 107(12): 3690–3721.

Banerjee, Abhijit, V., and Esther Duflo. 2008. "What Is Middle Class about the Middle Classes around the World?" *Journal of Economic Perspectives*, 22(2): 3-28.

Pritchett, Lant. 1997. "Divergence, Big Time." *The Journal of Economic Perspectives* 11 (3):3-17.

Ravallion, Martin. 2016. *The Economics of Poverty: History, Measurement, and Policy*. Oxford University Press. Chapter 3 "Measuring Welfare."

Kraay, Aart, and David McKenzie. 2014. "Do Poverty Traps Exist? Assessing the Evidence." *Journal of Economic Perspectives*, 28(3): 127-48.

Balboni, Clare, Oriana Bandiera, Robin Burgess, Maitreesh Ghatak & Anton Heil. 2019. "Why do People Stay Poor?" Work in progress.

Pre-determined constraints

2. Geography

Sachs JD, Malaney P. 2002. "The economic and social burden of malaria." Nature. 415:680-85

*Nunn N, Puga D. 2012. "Ruggedness: The Blessing of Bad Geography in Africa." *Review of Economics and Statistics* 94 (1):20-36.

*Alsan, Marcella. 2015. "The Effect of the TseTse Fly on African Development." *American Economic Review* 2015, 105(1): 382–410.

Alesina, Alberto, Paola Giuliano, and Nathan Nunn. 2013. "On the Origins of Gender Roles: Women and the Plough." *Quarterly Journal of Economics* 128 (2): 469–530.

Fenske, James. 2013. "Does Land Abundance Explain African Institutions?" *Economic Journal* 123 (573): 1363–90.

Jared Diamond, Guns, Germs, and Steel: The Fates of Human Societies, W.W. Norton (1999).

Jeffrey Herbst, States and Power in Africa: Comparative Lessons in Authority and Control, Princeton University Press (2000).

3. History

Cross-country Studies

Sokoloff, Kenneth L., and Stanley L. Engerman. 2000. "History Lessons: Institutions, Factors Endowments, and Paths of Development in the New World." *Journal of Economic Perspectives* 14 (3): 217–32

*Acemoglu, Daron, Simon Johnson, James Robinson. "The Colonial Origins of Comparative Development: An Empirical Investigation." *American Economic Review* 91, no. 5 (2001): 1369–401.

La Porta R, Lopez-de-Silanes F, Shleifer A, Vishny R. 1998. "Law and finance." *Journal of Political Economy* 106:1113–55

*Nunn, Nathan. "Long Term Effects of Africa's Slave Trades." *The Quarterly Journal of Economics* 123, no. 1 (2008): 139–76.

Nunn, Nathan, and Leonard Wantchekon. 2011. "The Slave Trade and the Origins of Mistrust in Africa." *American Economic Review* 101: 3221–52.

Michalopoulos, Stelios, and Elias Papaioannou. 2016. "The Long-Run Effects of the Scramble for Africa." *American Economic Review*, 2016, 106 (7): 1802-1848.

Gennaioli, Nicola, and Ilia Rainer. 2007. "The Modern Impact of Precolonial Centralization in Africa." *Journal of Economic Growth* 12 (3): 185–234.

Huillery, Elise. 2009. "History Matters: The Long Term Impact of Colonial Public Investments in French West Africa." *American Economic Journal - Applied Economics*, 1(2): 176-215

†Comin, Diego, William Easterly, and Eric Gong. 2010. "Was the Wealth of Nations Determined in 1000 BC?" *American Economic Journal: Macroeconomics* 2 (3): 65–97.

Feyrer, James and Bruce Sacerdote. 2009. "Colonialism and modern income: islands as natural experiments." *Review of Economics and Statistics* 91(2): 245–262.

Acemoglu D, Johnson S, Robinson JA. 2002. Reversal of fortune: geography and institutions in the making of the modern world income distribution. *Quarterly Journal of Economics* 117:1231–94.

Michalopoulos, Stelios, and Elias Papaioannou. 2014. "National Institutions and Subnational Development in Africa." *Quarterly Journal of Economics* 129 (1): 151–213.

†Michalopoulos, Stelios, and Elias Papaioannou. 2013. "Pre-colonial Ethnic Institutions and Contemporary African Development." *Econometrica* 81 (1): 113–52.

Nunn, Nathan. 2009. "The Importance of History for Development." *Annual Review of Economics* 1: 65–92.

Within-country Studies

*Banerjee, Abhijit and Lakshmi Iyer. 2005. "History, Institutions and Economic Performance: the Legacy of Colonial Land Tenure Systems in India." *American Economic Review* 95(4): 1190-1213.

Iyer, Lakshmi. 2010. "Direct versus Indirect Colonial Rule in India: Long-term Consequences." *Review of Economics and Statistics* 92(4): 693-713.

*Dell, Melissa. 2010. "The Persistent Effects of Peru's Mining MITA." *Econometrica* 78 (6): 1863–903

†Dell, Melissa and Ben Olken. 2018. "The Development Effects of the Extractive Colonial Economy: The Dutch Cultivation System in Java." *Review of Economic Studies*, forthcoming.

Institutional change and institutional persistence

*Acemoglu, Daron and James A. Robinson. 2008. "Persistence of Power, Elites, and Institutions." *American Economic Review* 98:1, 267–293.

*Acemoglu, Daron, and James A. Robinson. 2006. *Economic Origins of Dictatorship and Democracy*. Cambridge University Press. Chapter 6, "Democratization."

*Przeworski, Adam. 2009. "Conquered or Granted: A History of Franchise Extensions." *British Journal of Political Science* 39: 291-321.

Acemoglu, Daron, and James A. Robinson. 2000. "Why did the West Extend the Franchise? Democracy, Inequality, and Growth in Historical Perspective." *Quarterly Journal of Economics* 1167-99.

Constraints external to the household

4. Land Markets

*Eswaran, Mukesh, and Kotwal, Ashok. "A Theory of Contractual Structure in Agriculture." *American Economic Review* 75 (June 1985): 352–67.

*Shaban, Radwan Ali. "Testing between Competing Models of Sharecropping." *Journal of Political Economy* 95 (October 1987): 893–920.

Banerjee, Abhijit, Paul Gertler and Maitreesh Ghatak. 2002. "Empowerment and Efficiency: Tenancy Reform in West Bengal." *Journal of Political Economy* 100(2): 239-280.

*Hernando de Soto, "The Mystery of Missing Information," Chapter 2 in *The Mystery of Capital: Why Capitalism Triumphs in the West and Fails Everywhere Else*, Basic Books, 2000.

*Erica Field. 2007. Entitled to Work: Urban Tenure Security and the Labor Supply in Peru, *Quarterly Journal of Economics* 4(122): 1561-1602.

*de Janvry, Alain, Marco Gonzalez-Navarro, Kyle Emerick, and Elisabeth Sadoulet. 2015. "Delinking land rights from land use: Certification and migration in Mexico." *American Economic Review*, 105(10): 3125-49

Do, Quy-Toan and Lakshmi Iyer. 2008. "Land Titling and Rural Transition in Vietnam." *Economic Development and Cultural Change* 56(3): 531-579.

†Hornbeck, Richard. 2010. "Barbed Wire: Property Rights and Agricultural Development". *Quarterly Journal of Economics* 125(2): 767-810.

Di Tella, Rafael, Sebastian F. Galiani, and Ernesto S. Schargrodsky. 2007. "The Formation of Beliefs: Evidence from the Allocation of Land Titles to Squatters." *Quarterly Journal of Economics* 122 (1): 209-241.

Chari, A.V., Elaine Liu, Shing-Yi Wang and Yongxiang Wang. 2017. "Property Rights, Land Misallocation and Agricultural Efficiency in China." Working paper.

5. Labor Markets

Creating Jobs

*Dasgupta, Partha and Debraj Ray. 1986. "Inequality as a Determinant of Malnutrition and Unemployment: Theory." *Economic Journal* 96: 1011-1034.

Dasgupta, Partha and Debraj Ray. 1987. "Inequality as a Determinant of Malnutrition and Unemployment: Policy." *Economic Journal* 97: 177-188.

*Alfonsi, Livia, Oriana Bandiera, Vittorio Bassi, Robin Burgess, Imran Rasul, Munshi Sulaiman and Anna Vitali. 2017. "Tackling Youth Unemployment: Evidence from a Labour Market Experiment in Uganda." Working Paper.

*Groh, Matthew, Nandini Krishnan, David Mackenzie and Tara Vishwanath. "Do wage subsidies provide a stepping stone to employment for recent college graduates? Evidence from a Randomized Experiment in Jordan," *Review of Economics and Statistics 98(3)*: 488-502, 2016

† Hjort, Jonas, and Jonas Poulsen. 2019. "The Arrival of Fast Internet and Employment in Africa." *American Economic Review*, 109 (3): 1032-79.

Improving Productivity

Hjort, Jonas. 2014. "Ethnic Divisions and Productivity in Firms." *Quarterly Journal of Economics* 129(4): 1899–1946.

†Breza, Emily, Supreet Kaur and Yogit Shamdasani. 2017. "The Morale Effects of Pay Inequality." Forthcoming, *Quarterly Journal of Economics*.

David McKenzie and Chris Woodruff. 2014. "What Are We Learning from Business Training and Entrepreneurship Evaluations around the Developing World?" *TheWorld Bank Research Observer* 29(1): 48-82.

Blattman, Chris and Laura Ralston. 2015. "Generating employment in poor and fragile states: Evidence from labor market and entrepreneurship programs." Focus on Intro, Section 1.3, Pages 8-20, Pages 36-38.

*Brooks, Wyatt, Kevin Donovan and Terence Johnson. 2017. "Mentors or Teachers? Microenterprise Training in Kenya." *American Economic Review: Applied Economics*, forthcoming.

*Cai, Jing and Adam Szeidl. 2017. "Interfirm Relationships and Business Performance." *Quarterly Journal of Economics*, forthcoming.

†Bloom, Eifert, Mackenzie, Mahajan and Roberts. "Does Management Matter? Evidence from India," *Quarterly Journal of Economics* 127 (2012):1351-1408

Francisco Campos, Michael Frese, Markus Goldstein, Leonardo Iacovone, Hillary Johnson, David Mackenzie and Mona Mensmann. 2017. "Teaching personal initiative beats traditional training in boosting small business in West Africa" *Science*, vol. 357, issue 6357: pp. 1287-90, 22 September 2017.

†de Mel, Suresh, David Mackenzie and Chris Woodruff. 2014. "Business Training and Female Enterprise Start-up, Growth, and Dynamics: Experimental evidence from Sri Lanka." *Journal of Development Economics*, 106: 199-210.

Oriana Bandiera, Iwan Barankay, Imran Rasul (2012), Team Incentives: Evidence from a Firm Level Experiment, *Journal of the European Economic Association*.

Labor Market Restrictions

Besley and Burgess "Can Labor Regulation Hinder Economic Performance? Evidence from India," *Quarterly Journal of Economics* 119 (2004): 91-134.

*Naidu, Suresh, Yaw Nyarko and Shing-Yi Wang. 2016. "Monopsony Power in Migrant Labor Markets: Evidence from the United Arab Emirates." *Journal of Political Economy*.

Hornbeck, Richard, and Suresh Naidu. 2014. "When the Levee Breaks: Black Migration and Economic Development in the American South". *American Economic Review* 104(3): 963-990.

Kaur, Supreet. 2017. "Nominal Wage Rigidity in Village Labor Markets," Forthcoming, *American Economic Review*.

6. Capital Markets

Theory

Stiglitz, J. and A. Weiss (1981). "Credit Rationing in Markets with Imperfect Information," *American Economic Review* 71, 393–410.

*Banerjee, Abhijit and Andrew Newman. 1993. "Occupational Choice and the Process of Development." *Journal of Political Economy* 101(2): 274-298.

P. Ghosh, D. Mookherjee and D. Ray, "Credit Rationing in Developing Countries: An Overview of the Theory." https://www.econ.nyu.edu/user/debraj/Papers/Gmr.pdf

M. Eswaran and A Kotwal, "Access to Capital and Agrarian Production Organization," *Economic Journal* 1986, 96, 482-498.

*M. Ghatak and T. Guinnane, "The Economics of Lending with Joint Liability: Theory and Practice," *Journal of Development Economics* 1999, 60, 1-34.

T. Besley and S. Coate, 'Group Lending, Repayment Incentives and Social Collateral," *Journal of Development Economics* 1995, 46, 1-18.

Cash transfers: Conditional and Unconditional

*Haushofer, Johannes, and Jeremy Shapiro. 2016. "The Short-Term Impact of Unconditional Cash Transfers to the Poor: Experimental Evidence from Kenya." *The Quarterly Journal of Economics*. 131(4): 1973-2042.

Haushofer, Johannes, and Jeremy Shapiro. 2018. "The Long-Term Impact of Unconditional Cash Transfers to the Poor: Experimental Evidence from Kenya." *Working paper*.

Parker, Susan W., and Petra E. Todd. 2017. "Conditional Cash Transfers: The Case of Progresa/Oportunidades." *Journal of Economic Literature*, 55(3): 866-915.

Baird, Sarah and Craig McIntosh and Berk Ozler. "Cash or Condition? Evidence from a Cash Transfer Experiment." *Quarterly Journal of Economics* 126 (2011).

Abhijit Banerjee, Rema Hanna, Gabriel Kreindler, and Benjamin A. Olken. 2016. "Debunking the Stereotype of the Lazy Welfare Recipient: Evidence from Cash Transfer Programs." Working paper.

*de Mel, McKenzie, and Woodruff. "Returns to Capital in Microenterprises: Evidence from a Field Experiment," *Quarterly Journal of Economics*, 123 (2007): 1329-1372

In-Kind Transfers

*Abhijit Banerjee, Esther Duflo, Nathanael Goldberg, Dean Karlan, Robert Osei, William Parienté, Jeremy Shapiro, Bram Thuysbaert, Christopher Udry. 2015. "A multifaceted program causes lasting progress for the very poor: Evidence from six countries." *Science* 348(6236). https://karlan.yale.edu/sites/default/files/science-2015-banerjee-.pdf

Oriana Bandiera, Robin Burgess, Narayan Das, Selim Gulesci, Imran Rasul, Munshi Sulaiman. 2016. "Labor Markets and Poverty in Village Economies." *Quarterly Journal of Economics*.

Changes to credit markets

*Banerjee, Karlan, and Zinman. 2015. "Six Randomized Evaluations of Microcredit: Introduction and Further Steps." *American Economic Journal: Applied Economics*, 7: 1-21.

"Group versus Individual Liability: Long Term Evidence from Philippine Lending Groups", March 2014, *Journal of Development Economics*, Volume 107, pp.65-83, joint with Xavier Gine

Field, Erica, Rohini Pande and Ben Feigenberg. 2013. "The Economic Returns to Social Interaction: Experimental Evidence from Microfinance." *Review of Economic Studies* 80(4): 1459-1483.

Banerjee, Abhijit, Esther Duflo, and Richard Hornbeck. 2017. "How Much do Existing Borrowers Value Microfinance? Evidence from an Experiment on Bundling Microcredit and Insurance", Working paper.

U. Lilienfeld-Toal, D. Mookherjee and S. Visaria. 2012. "The Distributive Impact of Reforms in Credit Enforcement: Evidence from Indian Debt Recovery Tribunals." *Econometrica*.

†Burgess, Robin and Rohini Pande. 2005. "Do Rural Banks Matter? Evidence from the Indian Social Banking Experiment." *American Economic Review* 95(3): 780-795.

*Karlan, Dean and Jonathan Zinman. 2009. "Observing Unobservables: Identifying Information Asymmetries With A Consumer Credit Field Experiment." *Econometrica* 77(6): 1993-2008.

Maitra, Pushkar, Sandip Mitra, Dilip Mookherjee, Alberto Motta and Sujata Visaria. "Financing smallholder agriculture: An experiment with agent-intermediated microloans in India." *Journal of Development Economics* 127 (2017) 306–337.

7. Insurance Markets

*Banerjee, Abhijit, and Andrew F. Newman. 1998. "Information, the Dual Economy, and Development." *Review of Economic Studies* 65 (4): 631–53.

*Munshi, Kaivan, and Mark Rosenzweig. 2016. "Networks and Misallocation: Insurance, Migration, and the Rural-Urban Wage Gap." *American Economic Review*, 106(1): 46-98.

*Karlan, Dean, Robert Osei, Isaac Osei-Akoto, Christopher Udry. 2015. "Agricultural Decisions after Relaxing Credit and Risk Constraints." *The Quarterly Journal of Economics* 129(2): 597-652.

*G. Bryan, S. Chowdhury and A. M. Mobarak. 2014. "Under-Investment in a Profitable Technology: The Case of Seasonal Migration in Bangladesh," *Econometrica*, 82(5): 1671-1748.

Cole, Shawn A., Xavier Gine, Jeremy Tobacman, Petia Topalova, Robert M. Townsend, and James Vickery. 2013. "Barriers to Household Risk Management: Evidence from India." *American Economic Journal: Applied Economics* 5(1): 104–135.

R. Townsend, "Risk and Insurance in Village India," Econometrica, 1994

M. Mobarak and M. Rosenzweig, "Risk, Insurance and Wages in General Equilibrium," working paper, Yale SOM, June 2014. http://faculty.som.yale.edu/mushfiqmobarak/papers/geneqm.pdf

8. Political Institutions and Political Leaders

Political Institutions

*Olson, Mancur. "Dictatorship, Democracy, and Development." *The American Political Science Review* 87, no. 3 (1993): 567–76.

*Papaioannou, Elias and Gregorios Siourounis. 2008. "Democratisation and Growth." *The Economic Journal*, 118 (October), 1520–1551.

Acemoglu, Daron, Suresh Naidu, James Robinson and Pascual Restrepo. 2017. "Democracy Does Cause Growth." *Journal of Political Economy*, forthcoming.

Coppedge, Michael, Staffan Lindberg, Svend-Erik Skaaning and Jan Teorell. 2016. "Measuring high level democratic principles using the V-Dem data." *International Political Science Review* 37(5): 580–593.

Persson, Torsten and Guido Tabellini. 2004. "Constitutional Rules and Fiscal Policy Outcomes." *American Economic Review* 94(1): 25-45.

Persson, Torsten and Guido Tabellini. 2006. "Democracy and Development: The Devil is in the Details." *American Economic Review* 96(2): 319-324.

Voter Turnout and Voting Decisions

*Shepsle, Kenneth. 2010. *Analyzing Politics: Rationality, Behavior and Institutions, 2nd Edition.* W.W.Norton.

*Fujiwara, Thomas. 2015. "Voting Technology, Political Responsiveness, and Infant Health: Evidence from Brazil." *Econometrica* 83(2): 423-464.

Miller, Grant. "Women's Suffrage, Political Responsiveness, and Child Survival in American History." *The Quarterly Journal of Economics* 123, no. 3 (2008): 1287–327.

*Gerber, Alan and Donald Green. 2000. "The effects of canvassing, telephone calls, and direct mail on voter turnout: a field experiment." *American Political Science Review* 94(3):653–63

*Gerber, Alan, Donald Green and Christopher Larimer. 2008. "Social Pressure and Voter Turnout: Evidence from a Large-Scale Field Experiment." *American Political Science Review* 102(1): 33-48.

Gentzkow, M. (August 2006) "Television and Voter Turnout" *Quarterly Journal of Economics*, 121 (3): 931-972.

DellaVigna, Stefano, John List, Ulrike Malmendier and Gautam Rao. 2016. "Voting to Tell Others." *Review of Economic Studies* (forthcoming).

Banerjee, Abhijit V., Selvan Kumar, Rohini Pande and Felix Su. "Do Informed Voters Make Better Choices? Experimental Evidence from Urban India." Working paper, 2011.

*Pons, Vincent. 2018. "Will a Five-Minute Discussion Change Your Mind? A Countrywide Experiment on Voter Choice in France." *American Economic Review*, 108(6): 1322–1363.

*Durante, Ruben, Paolo Pinotti, and Andrea Tesei. 2019. "The Political Legacy of Entertainment TV." *American Economic Review*, 109 (7): 2497-2530.

Durante, Ruben and Emilio Gutierrez. 2014. "Political Advertising and Voting Intentions: Evidence from Exogenous Variation in Ads Viewership." Working paper. http://media.wix.com/ugd/dc1c3f 5aa108d540d441e88ba6804541718d82.pdf

Xavier Giné and Ghazala Mansuri. 2018. "Together We Will: Experimental Evidence on Female Voting Behavior in Pakistan." *American Economic Journal: Applied Economics* 10(1): 207–235

Wantchekon, Leonard. 2003. "Clientelism and voting behavior: evidence from a field experiment in Benin." World Politics 55(3):399–422

Fujiwara, Thomas, and Leonard Wantchekon. "Can Informed Public Deliberation Overcome Clientelism? Experimental Evidence from Benin". *American Economic Journal: Applied Economics* (Forthcoming)

Benjamin, Daniel and Jesse Shapiro. 2009. "Thin Slice Forecasts of Gubernatorial Elections." *Review of Economics and Statistics* 91(3): 523–536.

Pande, Rohini. 2011. "Can informed voters enforce better governance? Experiments in low-income democracies." *Annual Review of Economics* 3 (1):215-37.

Aker, Jenny C., Paul Collier and Pedro C. Vicente. 2017. "Is Information Power? Using Mobile Phones and Free Newspapers during an Election in Mozambique." *Review of Economics and Statistics*.

Miguel, Edward, Marco Manacorda, et al. "Government Transfers and Political Support." *American Economic Journal: Applied Economics*.

Ferraz, Claudio, and Frederico Finan. "Exposing Corrupt Politicians: The Effect of Brazil's Publicly Released Audits on Electoral Outcomes." *Quarterly Journal of Economics* 123, no. 2 (2008): 703–45.

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The Role of Political Leaders

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14. Self-control and other behavioral biases

Readings TBD

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Carolina Arteaga, UCLA: <u>The Cost of Bad Parents: Evidence from the Effects of Parental Incarceration on Children's Education</u>

Thomas Ginn, Stanford: Prison or Sanctuary? An Evaluation of Camps for Syrian Refugees

Siddharth George, Harvard: <u>Like Father, Like Son? The Effect of Political Dynasties on</u> Economic Development

Jamie Hansen-Lewis, Brown: <u>Does Air Pollution Lower Productivity? Evidence from Manufacturing in India</u>

Sean Higgins, UC Berkeley: Financial Technology Adoption

Maulik Jagnani, Cornell: Poor Sleep: Sunset Time and Human Capital Production

Anne Karing, UC Berkeley: <u>Social Signaling and Childhood Immunization</u>: A Field Experiment in Sierra Leone

Gregory Lane, UC Berkeley: Credit Lines as Insurance: Evidence from Bangladesh

Stephanie Majerowicz, Harvard: <u>Can Teaching be Taught? Experimental Evidence from a Teacher Coaching Program in Peru</u>

Ravi Somani, UCL: Public-Sector Wages, Education Choices and Productivity

Andreas Stegmann, CEMFI: <u>The Effects of Across-Regime Interpersonal Contact on the Support for Authoritarian Regimes</u>

Gabriel Tourek, Harvard: <u>Targeting in Tax Behavior: Evidence from Rwandan Firms</u>

Roman Andres Zarate, MIT: <u>Social and Academic Peer Effects</u>: <u>Experimental Evidence from Selective High Schools in Peru</u>