

Cambridge University Press

0521432235 - Markets and Democracy: Participation, Accountability and Efficiency

Edited by Samuel Bowles, Herbert Gintis and Bo Gustafsson

Index

[More information](#)

Author Index

- Abegglen, James, 167
 Akerlof, George, 9–10, 117
 Alchian, Armen, 5–6, 86–87, 118, 129, 159, 249
 Aoki, Masahiko, 8, 125, 199, 232, 235, 237, 246
 Armstrong, Peter, 209–210
 Arrow, Kenneth, 1, 4, 62, 139, 281
 Ashby, R. W., 76
- Babbage, Charles, 91
 Bardhan, Pranab, 281
 Bellas, C., 191
 Benhabib, J. K., 81
 Ben-Ner, Avner, 8, 135, 148, 176–177, 191, 210
 Ben-Porat, Yoram, 210
 Berle, Adolf, 140
 Berman, K. and M., 191
 Binmore, Ken, 226
 Blasi, Joseph, 131
 Blinder, Alan, 13, 140
 Bolt, James, 162
 Bonin, John, 119, 260, 273
 Bowles, Samuel, xviii, 6, 7, 10, 117, 159, 174, 217, 227, 274
 Bradach, Jeffrey, 202, 210
 Bradley, Keith, 167
 Braverman, Harry, 91
 Brus, Wladimir, 279, 288
 Buchanan, James, 5, 84
- Calsamiglia, Xavier, 63
 Coase, Ronald, 86
 Conn, David, 119, 125
 Cooper, Russell, 160, 166
 Cremer, Jacques, 239
- Dahl, Robert, 2, 8
 Day, Richard J., 81
 Debreu, Gerard, 1, 4, 52, 281
 Defourney, J., 176
 Demsetz, Harold, 5–6, 86–87, 118, 129, 159, 249
 Dickson, T., 161, 200
 DiMaggio, Paul, 200
 Domar, Evsey, 4, 15, 133, 260
- Dow, Greg, 3, 14–15, 134, 159, 177, 185, 190, 193, 199, 227, 240, 261, 173–174
 Downs, Anthony, 4
 Drèze, Jacques, 10, 15, 176, 240, 261, 274
- Edwards, P. K., 200
 Edwards, Richard, 141
 Eccles, Robert, 202, 210
 Ellerman, David, 1, 122–123, 132
 Elster, Jon, 62, 83, 149
 Estrin, Saul, 135, 176, 244–245, 249, 279
 Eswaran, Mukesh, 177
- Fama, Eugene F., 117
 Fehr, Ernst, 8, 273–274
 Feldman, Allan, 125
 Fishburn, P., 74
 Fitzroy, Felix, 199
 Foulkes, Fred, 167
 Fox, Alan, 202
 Friedman, Milton, 306
 Furubotn, Eirik G., 136, 273
- Gambetta, Diego, 202
 Geanakoplos, John, 233
 Gelb, Alan, 167
 Gerlach, Michael, 167
 Gintis, Herbert, xviii, 6–7, 10, 117, 159, 174, 176, 217, 227, 274
 Goldberg, Victor, 7
 Grossman, Sanford, 52
 Grout, Paul, 210
 Groves, Theodore, 52, 118–119
 Gui, Benedetto, 137
- Hansmann, Henry, 176
 Hart, Oliver, 52, 199
 Hayek, Friederich, 1–2, 231–233, 306
 Heiner, Ronald, A., 1, 70, 73–75, 81
 Hill, Stephen, 200
 Holmstrom, Bengt, 6, 237
 Houthakker, Henrik S., 81
 Hughs, Johnathan, 60
 Hurwicz, Leonid, 61–62, 117, 119, 227, 232, 281
- Ireland, Norman, 120–122, 124, 151

Cambridge University Press

0521432235 - Markets and Democracy: Participation, Accountability and Efficiency

Edited by Samuel Bowles, Herbert Gintis and Bo Gustafsson

Index

[More information](#)336 *Author Index*

- Jensen, Michael, 81, 87, 130, 137, 159, 176
 John, Andrew, 160
 Jones, Derek, 10, 176, 249
- Kaen, F. R., 81
 Kahneman, Daniel, 62
 Kant, Immanuel, 83
 Kanter, Rosabeth, 210
 Katz, Larry, 161
 Keeton, W., 79
 Keynes, John Maynard, 163
 Klein, Benjamin, 6
 Knight, Frank, xvii
 Kochan, Thomas, 161, 174
 Koike, Kazuo, 167
 Kornai, Janos, 146, 246
 Kotwal, Ashok, 244–245
- Lange, Oskar, 1, 279–282, 285–289, 293, 296–298
 Laski, K., 279
 Law, Peter J. 120–122, 124, 151
 Lawler, Edward, 131, 141
 Lazear, Edward P., 7
 Leffler, Keith, 6
 LeGrande, J., 279
 Lerner, Abba, 6
 Levine, David I., 3, 159–160, 170, 174
 Li, T., 81
 Lindblom, Charles, 8
 Lindemann, Albert S., 148
 Lindqvist, Lars, 157
 Logan, C., 44
- MacDuffie, John Paul, 174
 Macleod, W. Bentley, 121–122, 124, 238
 MacPherson, C. B., 2
 Mailath, G., 238–239
 Malcomson, James M., 238
 Manne, Henry G., 141
 Manning, Alan, 209
 Marcus, Alan, 119
 Marglin, Stephen, 6, 163
 Marschak, Jacob, 206
 Marx, Karl, 148
 Masten, S. 178
 Mathewson, Stanley, 161
 McCall, John, 62
 McLachlan, H. V., 200
 Meade, James, 4, 44–45, 133, 193
 Means, Gardiner, 140
 Meckling, William, 87, 129, 130, 139, 159, 176
 Meurs, Mieke, 124
 Meyer, M., 238, 241
 Milgrom, Paul, 232–233
 Mill, John Stuart, 2
 Miller, D., 279
 Miller, Jeffrey, 119
 Moene, Karl Ove, 3, 149, 157, 210
- Moore, John, 199
 Mower, Nancy, 161
 Mueller, Dennis, 199
 Murrell, Peter, 119
- Nano, George, 162
 Nelson, Richard, 62
 North, Douglass, C., 10, 210
 Nozick, Robert, 176, 187
 Nuti, Domenico Mario, 8, 43–44
- Oakshott, Robert, 44, 135, 137
 Ognedol, Tone, 8
 Olson, Mancur, 4
 Ortuño-Ortín, Ignacio, 281, 301
 Osterman, Paul, 174
 Ouchi, William, 162
- Pagano, Ugo, 7, 159, 227
 Parkin, Richard, 165
 Pejovich, Svetozar, 136
 Pfeffer, Jeffrey, 200
 Piore, Michael, 200, 234
 Postelwaite, Andrew, 238–239
 Prasnikar, Janez, 135
 Prior, P., 200
 Putterman, Louis, 8, 131, 137, 141–142, 145, 193, 260, 273
- Radner, Roy, 206
 Ramey, Garey and Valerie, 160
 Rawls, John, 84
 Rebitzer, James, 7, 160
 Reiter, Stanley, 60
 Roberts, John, 232
 Roemer, John, 138, 281, 301
 Roemer, Thomas, 124
 Roethlisberger, F. J., 161
 Rosenman, R. E., 81
 Rosenthal, Howard, 124
 Rosner, Menachem, 131, 142, 145
 Ross, D., 93
 Ross, Stephen, 9
 Rubenstein, Ariel, 217–219, 221–222
 Ryder, Harl, 7
- Sacks, Stephen, 135
 Sabel, Charles, E., 234
 Samuelson, Paul, 6, 88
 Schelling, Thomas, 83
 Schlicht, Ekkehart, 131, 137, 145
 Schotter, Andrew, 61
 Schumpeter, Joseph, 6, 309
 Sen, Amartya, 9, 281
 Sertel, Murat, 134, 240, 261, 263, 274
 Shafer, W., 81
 Shannon, Claude, 74
 Shapiro, Carl, 6
 Shavell, Steven, 9
 Sheffrin, Stephen, 83

Cambridge University Press

0521432235 - Markets and Democracy: Participation, Accountability and Efficiency

Edited by Samuel Bowles, Herbert Gintis and Bo Gustafsson

Index

[More information](#)*Author Index* 337

- Silvestre, Joachim, 1, 281, 301
 Simon, Herbert, 68, 178, 202
 Skilman, Gil, 7
 Smith, Adam, 4, 309
 Smith, Vernon, L., 81
 Solow, Robert, 9
 Sonnenschein, Hugo, 281
 Sprague, John, 148
 Stalk, George, Jr., 167
 Stigler, George J., 62
 Stiglitz, Joseph E., 6, 32, 52, 59, 117
 Strauss, George, 159, 170
 Strotz, R., 83
 Suchanek, G. L., 81
 Sutton, John, 226
 Svejnar, Jan, 135, 176
 Swales, K., 200
- Taylor, Barbara, 160
 Taylor, Frederick M., 1, 91
 Taylor, Lance, 81
 Taylor, Lowell, 190
 Taylor, Michael, 10
 Telser, Lester, 6
 Thaler, Richard, 83, 163
 Thomas, H., 44
 de Tocqueville, Alexis, 3
- Tyson, Laura d'Andrea, 160
 Tversky, A., 62
- Uvalic, Milica, 44
- Vanek, Jaroslav, 4, 41–42, 120, 133, 136–137,
 249, 260
- Wachtel, Howard, 140
 Wallerstein, Michael, 3, 148
 Walras, Leon, 1–10
 Ward, Benjamin, 4, 15, 42, 120, 133, 152,
 260
 Weaver, W., 74
 Weinberger, Hans, 63
 von Weisäcker, Christian C., 137
 Weiss, Andrew, 6, 32
 Weitzman, Martin, 1, 42, 163, 274, 293
 Westenholz, Ann, 157
 Wiener, Hans, 44, 135, 137
 Williams, A. W., 81
 Williamson, Oliver, 5, 9, 62, 86–87, 103–107,
 120, 129, 141, 159, 176, 190, 199, 225, 233
 Winter, Sidney, 62
- Yellen, Janet, 9
 Yorke, J. A., 81

Cambridge University Press

0521432235 - Markets and Democracy: Participation, Accountability and Efficiency

Edited by Samuel Bowles, Herbert Gintis and Bo Gustafsson

Index

[More information](#)

Subject Index

- accountability, 13, 35–36
- arbitrage, 287
- Arrow–Debreu model, 52, 54
- Arrow impossibility theorem, 53
- Arrow welfare function, 55
- asset-specificity problems, 87

- bounded rationality, 87

- Caja Laboral Popular*, 135, 145
- capital intensive technology, 95–99, 101
- centrally planned economies, 116–117
- citizen–state agency problems, 123
- collateral, 32
- collective bargaining, 156, 225
- comparative statics of LMF, 267–268
- comparative systems’ theory
 - and agency problems, 117–123
 - future of, 116–125
- constitutive contested exchange, 9
- contested exchange, 16–18
- contingent renewal, 16, 21–22, 26
- cooperative equilibrium, 122
- cooperatives
 - Mondragon, 44, 137, 140, 142, 162
 - plywood, 191
 - versus unions, 148–158
- cost of job loss, 17, 19, 24
- countervailing power, 313
- credible strategies, 21, 219
- credit rationing, 6–7, 177, 191ff

- demand variability
 - and work organization, 159–174
- democracy
 - definition of, 307
- democratic accountability, 20
- democratic capacities constraint, 31
- democratic firm: 15–36, 112, 130
 - transition to, 131–132
- deskilling hypothesis, 91
- differential income shares
 - for identical workers, 272–273
- direct residual claimancy effect, 27–28
- duality principle, 238–239
- dynamic rules and ethics
 - in human exchange, 80–81

- economic environment constraint, 31
- efficiency
 - allocative, 6
 - differential, 123
 - Pareto, 7 (*see also* Pareto optimality)
 - productive, 13, 15
 - technical, 13, 28–29, 31
- efficiency wages, 10
- elasticity of supply, 133–134
- elicitation scheme, 118, 120
- employment rent, 17
- endogenous enforcement, 16
- enforcement rents, 17–18
- equilibrium
 - competitive capitalist, 149–155
 - direct investment, 288
 - labor market, 268–271
 - lange, 286, 289, 296–298
 - Walrasian, 280–281
 - constrained, 283–285, 292–293, 295–296
- equilibrium correspondence, 56
- equilibrium technology definition of, 97
- Erfurt Program, 148
- evolutionary forces, 187
- evolutionary theory, 79
- exogenous enforcement, 16
- expansion path, 24
- externalities, 2
- external ownership, 35–36

- fallback position, 16–18
- feasible payments constraint, 30
- freedom
 - definition of, 308

- goal correspondence, 53, 55
- Groves mechanism, 52, 118–19

- H-personnel scheme, 238–240
- Holmstrom model, 244
- Hotelling–Lange–Lerner model, 54ff
- hybrid contract, 243

- Illyrian firm, 260–262, 264, 273
- Imperfect choice, 68–75
- Income satiation, 20
- Information complexity, 74
- Informationally-participatory firm, 231

Cambridge University Press

0521432235 - Markets and Democracy: Participation, Accountability and Efficiency

Edited by Samuel Bowles, Herbert Gintis and Bo Gustafsson

Index

[More information](#)

Subject Index 339

- Institutions
 as family of mechanisms, 59
 consciously created, 58
 endogenously developed, 58
 instrumental contested exchange, 9
 international monetary fund (IMF), 62
 investment
 by state, 288–289, 298–299
 invisible hand, 309
 irrelevance of command, 217
- KMF dividend theorem, 181
- labor extraction theorem, 17
 labor hoarding, 167
 labor managed firms, 118, 120–124, 133
 dominance theorem, 186–188
 efficiency of, 190–191
 growth policy, 185–186
 investment incentives, 182–186
 membership, 191–194
 demand and supply of, 263–264
 shutdown condition, 264–267
 turnover, 267–268
 versus private managed firm, 121–122
 viability of, 176–195
see also participatory firm *and* worker managed firm
- labor–management equilibria, 240
 Locke, John, 313
 long side, 21, 35
- market(s)
 as a disciplining mechanism, 6
 failures, 21–26
 for membership in firm, 240, 263ff
 non-Walrasian, 7
 market socialism, 279ff
 Meade's labor market, 45
 mechanism design, 63
 Mitbestimmung, 40
 monitoring problems, 87–90, 92–94
 moral hazard, 137
 Mount Reiter triangle, 57
 mutual monitoring effect, 28, 30–31
- Nash equilibrium, 57–58, 60–61, 166, 219, 243
 Nash implementation, 58, 281
 neutrality of property assignment, 217
 New Institutional economics, 87ff, 103, 105
 non-human behavior
 instinctive rules, 79–80
- occupational markets, 105, 111
 OPA, 60
 optimal dynamic behavior, 80–81
 organizational design, 203
 organizational equilibrium, 93, 98–100, 109
 organizational structure, 200–203
 allocation of control, 210–212
 cooperation and conflict, 201–203
 design, 203, 206–210
 Owenite community, 38
- Pareto
 criterion, 53
 improvement, 23, 26, 28, 31, 224–225
 optimality, 55, 61, 117, 119–120, 212, 242, 269, 284
- participation effect, 27, 30–31
 participatory firms, 130, 159–175
 and layoffs, 160–162
 GAO survey, 168–173
 Indiana survey, 167–168, 170–171
 information processing, 232–235
 supplier relations survey, 170, 173
 training and employment security, 170–174
- performance correspondence, 57
 Pigou, A. C., xv
 Post-Walrasian
 democratic theory, 2–4
 methodology, 5
 political economy, 5–9
- power, 14
 preferences, 8
 endogenous, 130–131
 exogenous, 2
- price rigidity
 in labor market, 270
- principal–agent model, 118ff, 207ff
 Prisoner's Dilemma, 203–206
 production function, 33, 36
 production possibilities frontier, 6
 production technique
 in capitalist firms, 217–227
 implications of, 223–224
- productivity
 labor, 33
- profit maximizing
 in LMF, 267–268
 inclusive ownership rents, 95
 wage, 23
- profit sharing, 40–46
- property rights
 definition of, 97
 equilibrium, 98–103, 108–111
 technological equilibria, 94, 103, 108–111
 vs. bargaining rights, 155–157
 property rights' reform, 116
 pure workers' control, 236–241
 incentive difficulties, 236–241
- rational expectations equilibria, 81
 REM model, 81
 rent seeking, 38, 225
 reliable information, 76
 repeated games, 161
 revelation model of public choice, 54–55
 risk aversion, 32, 34–35, 121, 137, 275
 risk taking, 15, 21–22, 25–26, 30, 34–35

Cambridge University Press

0521432235 - Markets and Democracy: Participation, Accountability and Efficiency

Edited by Samuel Bowles, Herbert Gintis and Bo Gustafsson

Index

[More information](#)340 *Subject Index*

- rule flexibility, 80
- rule governed behavior, 75–78
- rule instability, 82–83

- sales tax model, 289–292, 299–304
- short side, 21, 35
- short side power, 14
- social cost, 24
- social Democratic Party, 148
- social institutions, 61
- social optimality condition, 21–22, 28, 34–35
- social rules
 - agreement vs. stability, 83–84
- socialism
 - definition of, 308
- structure of the firm
 - administrative, 37
 - governance, 87
 - political, 37
- takeover markets, 256
- Taylorism, 111, 141–142
- theory of economic mechanisms, 51
- tolerance limit, 75, 79
- transaction costs, 38, 68, 86, 89–90, 102

- unalienation, 20
- unions, 148–157
- utility, 21, 25, 28–29
 - function, 2, 22

- wage bargaining, 217–227
 - collective, 225
 - contracting, 224–225
 - model, 217–221
 - solutions, 221–223
 - worker ownership, 226–227
- wage incentive effect, 29, 31
- Walras' fiction, 4–5
- Walrasian economics, 5–9
 - varieties of, 9–10
- Walrasian model, 1–36 *passim*, 217, 273, 285–288
 - methodology, 9
 - tâtonnement, 54, 64ff, 280–281
- wealth inequality constraint, 32
- Wigforss, Swedish minister of finance, xvii
- Williamson contracting scheme
 - inverted, 103–104
- work intensity, 14, 21, 28
- worker managed firms, 129–157
 - conflict in, 209–210
 - finance and property rights, 136–138
 - labor and product markets, 132–136
 - participation in, 138–144
 - stability of, 251–256
 - trade of shares, 256–257
 - Yugoslavia, 135–136, 140, 142
- worker participation, 40, 139, 159ff, 252
- worker ownership, 92, 156, 209, 226
- World Bank, 62

- Yugoslav enterprise, 44, 136ff