Johannes Gutenberg University Mainz Seminar "Topics in Fiscal Federalism" winter semester 2013/14

I. Advantages and disadvantages of a federal state system in particular fields

- 1. Stabilization policy
- 2. Distribution policy
- 3. Allocation policy / public goods
- 4. Incentives for policy innovation

II. Competition among States and Municipalities

- 5. Theory of competitive federalism (Tiebout's Model)
- 6. Characteristics of the federal system of Switzerland
- 7. Transferability of competitive elements to the German state system

III. Allocation of competences in elected policy fields in Germany – Are competences allocated wisely to particular levels of government?

- 8. Policy of education and scientific research
- 9. Security policy
- 10. Labour administration and placing people to jobs
- 11. Tax administration

IV. Federalism / decentralization and growth: empiricism

- 12. Time series data studies (central question: does decentralization policy enhance growth?)
- 13. Cross-sectional data studies (central question: is growth stronger in federal/decentralized countries compared to centralized countries?)
- 14. Panel studies concerning the relationship between federalism/decentralization and growth

Important Advice:

Your term paper (max. 15 pages) should contain an outline of the current problems of your topic and analyze a selection of relevant literature concerning it.

One scientific article must be presented <u>in detail</u> and the examination should focus on the question of how far it contributes to the specific problems described in your paper.

Apart from your term paper we expect a presentation of your topic, a short-time three-minute-statement concerning one of your colleagues' topics, and active participation in the seminar.