

# POL 585: Graduate Seminar on International Political Economy

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Fall 2019

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**Seminar: Mondays, 3:00-6:00pm**  
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## Course Description

This course is an advanced graduate colloquium on international political economy. It focuses on the key issues in international political economy, such as trade, monetary policy, foreign investment, migration, globalization, development, foreign aid, national security, and international institutions and cooperation.

## Requirements

- The required readings are essential. This course will be run as a discussion group in which everyone is expected to participate and talk about the readings.
- In addition to the weekly readings, each student must write 4 short papers (about 3–5 pages), roughly one every other week, comparing and criticizing the readings. One of the papers must replicate the findings and advance the debate in one paper we read that week. Papers are due no later than Sunday at noon, and we will discuss them in class. They should be emailed to the entire class.
- Each student is also responsible for presenting one of the readings in class each session.
- Students also need to write a research paper (about 30–40 pages) on some original research question. The paper will count for 50% of your grade; the rest of the grade will be based upon class participation (20%) and the short papers (30%).

For at least one of the short papers you will need to replicate and add to the findings of one of the empirical papers we read in the class. You will present this at one of the classes. We will make the datasets and do files used by the author available to you. They are marked with an \* below. And some technical help will be provided. It is hoped that you use this as a way to apply your quantitative skills learned in the methods classes. The final paper

may also use such data and analysis. Students are encouraged to make use of the “**World Economics and Politics Dataverse**”, which merges together 87 of the most commonly used datasets in IPE, for their replication project and final paper.

### Some key books to read as an introduction:

- Cohen, Benjamin J. 2008. *International Political Economy: An Intellectual History*. Princeton, NJ: Princeton University Press.
- Frieden, Jeffry A., and David A. Lake. 2017. *International Political Economy: Perspectives on Global Power and Wealth*. 6th edition. New York: St. Martin's Press.
- Gilpin, Robert. 2001. *Global Political Economy: Understanding the International Economic Order*. Princeton, NJ: Princeton University Press.
- Keohane, Robert O. 1984. *After Hegemony: Cooperation and Discord in the World Political Economy*. Princeton Paperbacks. Princeton, N.J.: Princeton University Press.

### Recent books by young IPE scholars of note:

- Carnegie, Allison. 2015. *Power Plays: How International Institutions Reshape Coercive Diplomacy*. New York: Cambridge University Press.
- Pandya, Sonal S. 2013. *Trading Spaces: Foreign Direct Investment Regulation, 1970-2000*. New York: Cambridge University Press.
- Peters, Margaret E. 2017. *Trading Barriers: Immigration and the Remaking of Globalization*. Princeton, NJ: Princeton University Press.
- Wellhausen, Rachel L. 2014. *The Shield of Nationality: When Governments Break Contracts with Foreign Firms*. New York: Cambridge University Press.

### Course Readings

**PLEASE NOTE THERE IS READING FOR THE FIRST CLASS.**

#### Week 1: Sept. 16. Some History and Changes in IPE. (201 pages)

Frieden, Jeffry A. 2006. *Global Capitalism: Its Fall and Rise in the Twentieth Century*. New York: W.W. Norton. Chapters 15-18. (95 pp.)

Baldwin, Richard E. 2016. *The Great Convergence: Information Technology and the New Globalization*. Cambridge, MA: The Belknap Press of Harvard University Press. Chs. 1-3, 10. (85 pp.)

Helleiner, Eric. 2011. “Understanding the 2007-2008 Global Financial Crisis: Lessons for Scholars of International Political Economy.” *Annual Review of Political Science* 14: 67–87. (21 pp.)

**Week 2: Sept. 23. Theoretical Debates.** (188 pages)

Lake, David A. 2009. "Open Economy Politics: A Critical Review." *Review of International Organizations* 4 (3): 219–44. (26 pp.)

\*Oatley, Thomas H. 2011. "The Reductionist Gamble: Open Economy Politics in the Global Economy." *International Organization* 65 (2): 311–41. (31 pp.)

\*Chaudoin, Stephen, Helen V. Milner, and Xun Pang. 2015. "International Systems and Domestic Politics: Linking Complex Interactions with Empirical Models in International Relations." *International Organization* 69 (2): 275–309. (35 pp.)

Rodrik, Dani. 2014. "When Ideas Trump Interests: Preferences, Worldviews, and Policy Innovations." *Journal of Economic Perspectives* 28 (1): 189–208. (20 pp.)

Hafner-Burton, Emilie M., Stephan Haggard, David A. Lake, and David G. Victor. 2017. "The Behavioral Revolution and International Relations." *International Organization* 71(S1): S1–S31. (31 pp.)

Hyde, Susan and Elizabeth N. Saunders. 2019. "Recapturing Regime Type in International Relations: Leaders, Institutions, and Agency Space." *International Organization*. Forthcoming. (45 pp.)

*Additional Readings.*

Blyth, Mark, and Matthias Matthijs. 2017. "Black Swans, Lame Ducks, and the Mystery of IPE's Missing Macroeconomy." *Review of International Political Economy* 24 (2): 203–31.

Chaudoin, Stephen, and Helen V. Milner. 2017. "Science and the System: IPE and International Monetary Politics." *Review of International Political Economy* 24 (4): 681–98.

Cohen, Benjamin. 2017. "The IPE of Money Revisited." *Review of International Political Economy* 24 (4): 657–80.

Oatley, Thomas. 2017. "Open Economy Politics and Trade Policy." *Review of International Political Economy* 24 (4): 699–717.

Owen, Erica, and Stefanie Walter. 2017. "Open Economy Politics and Brexit: Insights, Puzzles, and Ways Forward." *Review of International Political Economy* 24 (2): 179–202.

Farrell, Henry, and Abraham Newman. 2017. "BREXIT, Voice and Loyalty: Rethinking Electoral Politics in an Age of Interdependence." *Review of International Political Economy* 24 (2): 232–47.

**Week 3: Sept. 30. Trade and Domestic Politics.** (198 pages)

Rogowski, Ronald. 1987. "Political Cleavages and Changing Exposure to Trade." *American Political Science Review* 81 (4): 1121–37. (17 pp.)

Scheve, Kenneth F., and Matthew J. Slaughter. 2001. "What Determines Individual Trade-Policy Preferences?" *Journal of International Economics* 54 (2): 267–92. (26 pp.)

Hiscox, Michael J. 2002. "Commerce, Coalitions, and Factor Mobility: Evidence from Congressional Votes on Trade Legislation." *American Political Science Review* 96 (3): 593–608. (16 pp.)

\*Milner, Helen V., and Keiko Kubota. 2005. "Why the Move to Free Trade? Democracy and Trade Policy in the Developing Countries." *International Organization* 59 (1): 107–43. (37 pp.)

\*Kono, Daniel Y. 2006. "Optimal Obfuscation: Democracy and Trade Policy Transparency." *American Political Science Review* 100 (3): 369–84. (16 pp.)

Baker, Andy. 2005. "Who Wants Globalization? Consumer Tastes and Labor Markets in a Theory of Trade Policy Beliefs." *American Journal of Political Science* 49 (4): 924–938. (15 pp.)

Mansfield, Edward D., and Diana C. Mutz. 2009. "Support for Free Trade: Self-Interest, Sociotropic Politics, and Out-Group Anxiety." *International Organization* 63 (3): 425–57. (33 pp.)

\*Lü, Xiaobo, Kenneth F. Scheve, and Matthew J. Slaughter. 2010. "Inequity Aversion and the International Distribution of Trade Protection." *American Journal of Political Science* 56 (3): 638–55. (18 pp.)

\*Kim, In Song. 2017. "Political Cleavages within Industry: Firm Level Lobbying for Trade Liberalization." *American Political Science Review* 111 (1): 1–20. (20 pp.)

*Additional Readings:*

Milner, Helen V. 2002. "International Trade." In *Handbook of International Relations*, edited by Walter Carlsnaes, Thomas Risse, and Beth A. Simmons, 448–61. London: Sage Publications.

Grossman, Gene, and Elhanan Helpman. 1994. "Protection for Sale." *American Economic Review* 84 (4): 833–50.

Bailey, Michael A., Judith Goldstein, and Barry R. Weingast. 1997. "The Institutional Roots of American Trade Policy: Politics, Coalitions, and International Trade." *World Politics* 49 (3): 309–38.

Mitra, Devashish. 1999. "Endogenous Lobby Formation and Endogenous Protection: A Long-Run Model of Trade Policy Determination." *American Economic Review* 89 (5): 1116–1134.

Gawande, Kishore, and Bandyopadhyay Usree. 2000. "Is Protection for Sale? Evidence on the Grossman–Helpman Theory of Endogenous Protection." *Review of Economics and Statistics* 82 (1): 139–152.

Mayda, Anna Maria, and Dani Rodrik. 2005. "Why Are Some People (and Countries) More Protectionist than Others?" *European Economic Review* 49 (6): 1393–1430.

Gawande, Kishore, Pravin Krishna, and Marcelo Olarreaga. 2009. "What Governments Maximize and Why: The View from Trade." *International Organization* 63 (3): 491–532.

Yotam Margalit. 2011. "Costly Jobs: Trade-related Layoffs, Government Compensation, and Voting in U.S. Elections." *American Political Science Review* 105 (1): 166–188.

Naoi, Megumi, and Ikuo Kume. 2011. "Explaining Mass Support for Agricultural Protectionism: Evidence from a Survey Experiment during the Global Recession." *International Organization* 65 (4): 771–795.

Dean, Adam. 2015. "The Gilded Wage: Profit-Sharing Institutions and the Political Economy of Trade." *International Studies Quarterly* 59 (2): 316–329.

Guisinger, Alexandra. 2017. *American Opinion on Trade: Preferences without Politics*. New York: Oxford University Press.

\*Jensen, J. Bradford, Dennis P. Quinn, and Stephen Weymouth. 2017. "Winners and Losers in International Trade: The Effects on US Presidential Voting." *International Organization* 71 (03): 423–57.

**Week 4: Oct 7. International Trade and International Politics (233 pages)**

Krasner, Stephen D. 1976. "State Power and the Structure of International Trade." *World Politics* 28 (3): 317–47. (31 pp.)

Steinberg, Richard H. 2002. "In the Shadow of Law or Power? Consensus-Based Bargaining and Outcomes in the GATT/WTO." *International Organization*, 56(2), 339–374. (36 pp.)

Grossman, Gene, and Elhanan Helpman. 1995. "Trade Wars and Trade Talks." *Journal of Political Economy* 103(4): 675–708. (34 pp.)

\*Mansfield, Edward D., Helen V. Milner, and B. Peter Rosendorff. 2002. "Why Democracies Cooperate More: Electoral Control and International Trade Agreements." *International Organization* 56 (3): 477–513. (29 pp.)

\*Goldstein, Judith L., Douglas Rivers, and Michael Tomz. 2007. "Institutions in International Relations: Understanding the Effects of the GATT and the WTO on World Trade." *International Organization* 61 (1): 37–67. (31 pp.)

Busch, Marc L. 2000. "Democracy, Consultation, and the Paneling of Disputes under GATT." *Journal of Conflict Resolution* 44 (4): 425–446. (22 pp.)

Rosendorff, B. Peter, and Helen V. Milner. 2001. "The Optimal Design of International Trade Institutions: Uncertainty and Escape." *International Organization* 55 (4): 829–57. (29 pp.)

\*Baccini, Leonardo, Andreas Dür, Manfred Elsig. 2018 "Intra-Industry Trade, Global Value Chains, and Preferential Tariff Liberalization." *International Studies Quarterly* 62 (2): 329–340. (21 pp.)

*Additional Readings:*

Maggi, Giovanni, and Andrés Rodríguez-Clare. 1998. "The Value of Trade Agreements in the Presence of Political Pressures." *Journal of Political Economy* 106 (3):574–601.

Maggi, Giovanni. 1999. "The Role of Multilateral Institutions in International Trade." *American Economic Review* 89 (1): 190–214.

Staiger, Robert W., and Guido Tabellini. 1999. "Do GATT Rules Help Governments Make Domestic Commitments?" *Economics and Politics* 11 (2):109–44.

\*Rose, Andrew K. 2004. "Do We Really Know That the WTO Increases Trade?" *American Economic Review* 94 (1): 98–114.

Gowa, Joanne, and Soo Yeon Kim. 2005. "An Exclusive Country Club: The Effects of GATT on Trade, 1950–92." *World Politics* 57 (4):453–78.

Busch, Marc L. 2007. "Overlapping Institutions, Forum Shopping, and Dispute Settlement in International Trade." *International Organization* 61 (4): 735–61.

\*Tomz, Michael, Judith L. Goldstein, and Douglas Rivers. 2007. "Do We Really Know That the WTO Increases Trade? Comment." *American Economic Review* 97 (5): 2005–18.

Mansfield, Edward D., and Eric Reinhardt. 2008. "International Institutions and the Volatility of International Trade." *International Organization* 62 (4): 621–52.

Chaudoin, Stephen. 2014. "Audience Features and the Strategic Timing of Trade Disputes." *International Organization* 68 (04): 877–911.

\*Limão, Nuno. 2011. "Preferential Trade Agreements as Stumbling Blocks for Multilateral Trade Liberalization: Evidence for the United States." *American Economic Review* 96 (3): 896–914.

\*Manger, Mark S. 2012. "Vertical Trade Specialization and the Formation of North-South PTAs." *World Politics* 64 (4): 622–58.

Morrison, James Ashley. 2012. "Before Hegemony: Adam Smith, American Independence, and the Origins of the First Era of Globalization." *International Organization* 66 (3): 395–428.

Baldwin, Richard. 2016. "The World Trade Organization and the Future of Multilateralism." *Journal of Economic Perspectives* 30 (1): 95–116.

Baccini, Leonardo, Pablo M. Pinto, and Stephen Weymouth. 2017. "The Distributional Consequences of Preferential Trade Liberalization: Firm-Level Evidence." *International Organization* 71 (02): 373–95.

### **Week 5: Oct 14. International Monetary Politics. (210 pages)**

**BACKGROUND:** Frieden, Jeffry A. 2015. "Chapter 1: Introduction: The Political Economy of Currency Choice," *Currency Politics: The Political Economy of Exchange Rate Policy*. Princeton, NJ: Princeton University Press. (18 pp.)

Frieden, Jeffry A. 1991. "Invested Interests: The Politics of National Economic Policies in a World of Global Finance." *International Organization* 45 (4): 425–51. (27 pp.)

Broz, J. Lawrence. 1999. "Origins of the Federal Reserve System: International Incentives and the Domestic Free-Rider Problem." *International Organization* 53 (01): 39–70. (32 pp.)

\*Mosley, Layna. 2000. "Room to Move: International Financial Markets and National Welfare States." *International Organization* 54 (4): 737–73. (37 pp.)

Chwieroth, Jeffrey. 2007. "Neoliberal Economists and Capital Account Liberalization in Emerging Markets." *International Organization* 61 (2): 443–63. (21 pp.)

Oatley, Thomas, et al. 2013. "The Political Economy of Global Finance: A Network Model," *Perspectives on Politics* 11 (1): 133–53. (21 pp.)

\*Steinberg, David and Krishan Malhotra. 2014. "The Effect of Authoritarian Regime Type on Exchange Rate Policy." *World Politics* 66 (3): 91–529. (39 pp.)

\*Copelovitch, Mark S., and Jon C.W. Pevehouse. 2013. "Ties that Bind? Preferential Trade Agreements and Exchange Rate Policy Choice." *International Studies Quarterly* 57 (2): 385–399. (15 pp.)

#### *Additional Readings:*

William Bernhard and David Leblang. 1999. "Democratic Institutions and Exchange Rate Commitments." *International Organization* 53 (1): 71–97.

Clark, William Roberts, and Mark Hallerberg. 2000. "Mobile Capital, Domestic Institutions, and Electorally Induced Monetary and Fiscal Policy." *American Political Science Review* 94 (2): 323–46.

Simmons, Beth A. 2000. "International Law and State Behavior: Commitment and Compliance in International Monetary Affairs." *American Political Science Review* 94 (4): 819–835.

- Bernhard, William, J. Lawrence Broz, and William Roberts Clark. 2002. "The Political Economy of Monetary Institutions." *International Organization* 56 (4): 693–723.
- Keefer, Philip, and David Stasavage. 2003. "The Limits of Delegation: Veto Players, Central Bank Independence, and the Credibility of Monetary Policy." *American Political Science Review* 97 (3): 407–423.
- von Stein, Jana. 2005. "Do Treaties Constrain or Screen? Selection Bias and Treaty Compliance." *American Political Science Review* 99 (4): 611–622.
- Leblang, David, and Shanker Satyanath. 2006. "Institutions, Expectations, and Currency Crises." *International Organization* 60 (1): 245–262.
- \*Quinn, Dennis P., and A. Maria Toyoda. 2007. "Ideology and Voter Preferences as Determinants of Financial Globalization." *American Journal of Political Science* 51 (2): 344–63.
- Walter, Stefanie. 2008. "A New Approach for Determining Exchange-Rate Level Preferences." *International Organization* 62 (3): 405–438.
- Kirshner, Jonathan. 2008. "Dollar Primacy and American Power: What's at Stake?" *Review of International Political Economy* 15 (3): 418–38.
- \*Broz, J. Lawrence, and Seth H. Werfel. 2014. "Exchange Rates and Industry Demands for Trade Protection." *International Organization* 68 (2): 393–416.
- Schneider, Christina J., and Branislav L. Slantchev. 2018. "The Domestic Politics of International Cooperation: Germany and the European Debt Crisis." *International Organization* 72 (01): 1–31.

## **Week 6: Oct 21. Finance, Capital Mobility, Debt, and Money (241 pages)**

- Bates, Robert H., and Da-Hsiang Donald Lien. 1985. "A Note on Taxation, Development, and Representative Government." *Politics and Society* 14 (1): 53–70. (18 pp.)
- Andrews, David M. 1994. "Capital Mobility and State Autonomy: Toward a Structural Theory of International Monetary Relations." *International Studies Quarterly* 38 (2): 193–218. (26 pp.)
- Quinn, Dennis P., and Carla Inclan. 1997. "The Origins of Financial Openness: A Study of Current and Capital Account Liberalization." *American Journal of Political Science* 41 (3): 771–883. (43 pp.)
- Schultz, Kenneth A. and Barry R. Weingast. 2003. "The Democratic Advantage: Institutional Foundations of Financial Power in International Competition." *International Organization*. 57 (1):3-42. (40 pp.)
- Tomz, Michael. 2007. *Reputation and International Cooperation: Sovereign Debt across Three Centuries*. Princeton, NJ: Princeton University Press. chapters 1-2. (36 pp.)
- Simmons, Beth A., and Zachary Elkins. 2004. "The Globalization of Liberalization: Policy Diffusion in the International Political Economy." *American Political Science Review* 98(1): 171–189. (16 pp.)
- \*Danzman, Sarah Bauerle, W. Kindred Winecoff, and Thomas Oatley. 2017. "All Crises Are Global: Capital Cycles in an Imbalanced International Political Economy." *International Studies Quarterly* 61(4): 907-23. (30 pp.)
- \*Lipsy, Phillip Y. 2018. "Democracy and Financial Crisis." *International Organization* 72 (04): 937–68. (32 pp.)

*Additional Readings:*

- North, Douglass, C., and Barry Weingast. 1989. "Constitutions and Commitment: The Evolution of Institutions Governing Public Choice in Seventeenth-Century England." *Journal of Economic History* 49 (4): 803–832.
- Saiegh, Sebastian M. 2005. "Do Countries Have a 'Democratic Advantage?' Political Institutions, Multilateral Agencies and Sovereign Borrowing." *Comparative Political Studies* 38 (4): 366–387.
- Chwieroth, Jeffrey M. 2008. "Normative Change from Within: The International Monetary Fund's Approach to Capital Account Liberalization." *International Studies Quarterly* 52 (1): 129–58.
- \*Beaulieu, Emily, Gary W. Cox, and Sebastian Saiegh. 2012. "Sovereign Debt and Regime Type: Reconsidering the Democratic Advantage." *International Organization* 66 (4): 709–38.
- Walter, Stefanie. 2013. *Financial Crises and the Politics of Macroeconomic Adjustments*. New York: Cambridge University Press.
- Brooks, Sarah M., Raphael Cunha, and Layna Mosley. 2015. "Categories, Creditworthiness, and Contagion: How Investors' Shortcuts Affect Sovereign Debt Markets." *International Studies Quarterly* 59 (3): 587–601.
- \*Ballard-Rosa, Cameron. 2016. "Hungry for Change: Urban Bias and Autocratic Sovereign Default." *International Organization* 70 (2): 313–46.
- \*Arel-Bundock, Vincent. 2017. "The Unintended Consequences of Bilateralism: Treaty Shopping and International Tax Policy." *International Organization* 71 (02): 349–71.
- Copelovitch, Mark, and David A. Singer. 2017. "Tipping the (Im)Balance: Capital Inflows, Financial Market Structure, and Banking Crises." *Economics & Politics* 29 (3): 179–208.
- Farrell, Henry, and John Quiggin. 2017. "Consensus, Dissensus, and Economic Ideas: Economic Crisis and the Rise and Fall of Keynesianism." *International Studies Quarterly* 61 (2): 269–83.
- Ansell, Ben W., J. Lawrence Broz, and Thomas Flaherty. 2018. "Global capital markets, housing prices, and partisan fiscal policies." *Economics & Politics* 30 (3): 307–339.

**October 28. Fall Recess****Week 7: Nov 4. FDI, MNCs and GVCs (184 pages)**

- Kobrin, Stephen J. 1987. "Testing the Bargaining Hypothesis in the Manufacturing Sector in Developing Countries." *International Organization* 41 (4): 609–38. (30 pp.)
- Scheve, Kenneth F, and Matthew J Slaughter. 2004. "Economic Insecurity and the Globalization of Production." *American Journal of Political Science* 48 (4): 662–74. (13 pp.)
- Gereffi, Gary, John Humphrey, and Timothy Sturgeon. 2005. "The Governance of Global Value Chains." *Review of International Political Economy* 12 (1): 78–104. (27 pp.)
- \*Pandya, Sonal S. 2014. "Democratization and Foreign Direct Investment Liberalization, 1970–2000." *International Studies Quarterly* 58 (3): 475–488. (13 pp.)
- Pinto, Pablo, and Santiago M. Pinto. 2008. "The Politics of Investment: Partisanship and the Sectoral Allocation of Foreign Direct Investment." *Economics & Politics*. 20 (2):216–254. (39 pp.)



\*Johns, Leslie, and Rachel L. Wellhausen. 2016. "Under One Roof: Supply Chains and the Protection of Foreign Investment." *American Political Science Review* 110 (1): 31–51. (21 pp.)

\*Li, Quan, Erica Owen, and Austin Mitchell. 2018. "Why Do Democracies Attract More or Less Foreign Direct Investment? A Metaregression Analysis." *International Studies Quarterly* 62 (3): 494–504. (11 pp.)

\*Osgood, Iain. 2018. "Globalizing the Supply Chain: Firm and Industrial Support for US Trade Agreements." *International Organization* 72 (2): 455–84. (30 pp.)

*Additional Readings:*

Henisz, Witold J. 2000. "The Institutional Environment for Multinational Investment." *Journal of Law, Economics and Organization* 16 (2): 334–64.

\*Jensen, Nathan M. 2003. "Democratic Governance and Multinational Corporations: Political Regimes and Inflows of Foreign Direct Investment." *International Organization* 57 (3): 587–616.

Li, Quan, and Adam Resnick. 2003. "Reversal of Fortunes: Democratic Institutions and Foreign Direct Investment to Developing Countries." *International Organization* 57 (1): 175–211.

\*Ahlquist, John S. 2006. "Economic Policy, Institutions, and Capital Flows: Portfolio and Direct Investment Flows in Developing Countries." *International Studies Quarterly* 50 (3): 681–704.

\*Elkins, Zachary, Andrew T. Guzman, and Beth A. Simmons. 2006. "Competing for Capital: The Diffusion of Bilateral Investment Treaties, 1960–2000." *International Organization* 60 (4): 811–46.

Helpman, Elhanan. 2006. "Trade, FDI, and the Organization of Firms." *Journal of Economic Literature* 44 (3): 589–630.

Büthe, Tim, and Helen V. Milner. 2008. "The Politics of Foreign Direct Investment into Developing Countries: Increasing FDI through International Trade Agreements?" *American Journal of Political Science* 52 (4): 741–62.

\*Pandya, Sonal S. 2010. "Labor Markets and the Demand for Foreign Direct Investment." *International Organization* 64 (3): 389–409.

Mansfield, Edward D., and Diana C. Mutz. 2013. "US versus Them: Mass Attitudes Toward Offshore Outsourcing." *World Politics* 65 (4): 571–608.

\*Kerner, Andrew. 2014. "What We Talk About When We Talk About Foreign Direct Investment." *International Studies Quarterly* 58 (4): 804–15.

Wellhausen, Rachel L. 2014. *The Shield of Nationality: When Governments Break Contracts with Foreign Firms*. New York: Cambridge University Press.

\*Owen, Erica, and Noel P. Johnston. 2017. "Occupation and the Political Economy of Trade: Job Routineness, Offshorability, and Protectionist Sentiment." *International Organization* 71 (4): 665–99.

\*Carter, David B., Rachel L. Wellhausen, and Paul K. Huth. 2018. "International Law, Territorial Disputes, and Foreign Direct Investment." *International Studies Quarterly* 63 (1): 58–71.

**Week 8: Nov 11. Foreign Aid, Natural Resources, and Development (235 pages)**

Ross, Michael L. 1999. "The Political Economy of the Resource Curse." *World Politics* 51 (2): 297–322. (26 pp.)

\*Acemoglu, Daron, Simon Johnson, and James A. Robinson. 2002. "Reversal of Fortune: Geography and Institutions in the Making of the Modern World Income Distribution." *The Quarterly Journal of Economics* 117 (4): 1231–1294. (64 pp.)

\*Bueno de Mesquita, Bruce, and Alastair Smith. 2009. "A Political Economy of Aid." *International Organization* 63 (2): 309–40. (32 pp.)

\*Dreher, Axel, Jan-Egbert Sturm, and James Raymond Vreeland. 2009. "Development Aid and International Politics: Does Membership on the UN Security Council Influence World Bank Decisions?" *Journal of Development Economics* 88 (1): 1–18. (18 pp.)

\*Morrison, Kevin M. 2009. "Oil, Nontax Revenue, and the Redistributive Foundations of Regime Stability." *International Organization* 63 (1): 107–38. (32 pp.)

\*Ahmed, Faisal Z. 2012. "The Perils of Unearned Foreign Income: Aid, Remittances, and Government Survival." *American Political Science Review* 106 (1): 146–65. (25 pp.)

\*Bermeo, Sarah B. 2016. "Aid Is Not Oil: Donor Utility, Heterogeneous Aid, and the Aid-Democratization Relationship." *International Organization* 70 (1): 1–32. (32 pp.)

\*de la Cuesta, Brandon, Helen V. Milner, Daniel Nielson, and Stephen Knack. 2019. "Oil and Aid Revenue Produce Equal Demands for Accountability as Taxes in Ghana and Uganda". *Proceedings of the National Academy of Sciences*. Forthcoming. (6 pp.)

*Additional Readings:*

Alesina, Alberto, and David Dollar. 2000. "Who Gives Foreign Aid to Whom and Why?" *Journal of Economic Growth* 5 (1): 33–63.

Burnside, Craig, and David Dollar. 2000. "Aid, Policies, and Growth." *The American Economic Review* 90 (4): 847–868.

Sokoloff, Kenneth L., and Stanley L. Engerman. 2000. "History Lessons: Institutions, Factors Endowments, and Paths of Development in the New World." *The Journal of Economic Perspectives* 14 (3): 217–232.

Sachs, Jeffrey D., and Andrew M. Warner. 2001. "The Curse of Natural Resources." *European Economic Review* 45 (4–6): 827–838.

Easterly, William. 2003. "Can Foreign Aid Buy Growth?" *The Journal of Economic Perspectives* 17 (3): 23–48.

Glaeser, Edward L., Rafael La Porta, Florencio Lopez-de-Silanes, and Andrei Shleifer. 2004. "Do Institutions Cause Growth?" *Journal of Economic Growth* 9 (3): 271–303. (33 pp.)

Rodrik, Dani, Arvind Subramanian, and Francesco Trebbi. 2004. "Institutions Rule: The Primacy of Institutions over Geography and Integration in Economic Development." *Journal of Economic Growth* 9 (2): 131–165.

Dunning, Thad. 2005. "Resource Dependence, Economic Performance, and Political Stability." *Journal of Conflict Resolution* 49 (4): 451–482.

- Acemoglu, Daron, and James A. Robinson. 2006. "Economic Backwardness in Political Perspective." *American Political Science Review* 100 (1): 115–31.
- Dreher, Axel, Jan-Egbert Sturm, and James Raymond Vreeland. 2009. "Global Horse Trading: IMF Loans for Votes in the United Nations Security Council." *European Economic Review* 53 (7): 742–57.
- \*Milner, Helen V., and Dustin Tingley. 2010. "The Political Economy of U.S. Foreign Aid: American Legislators and the Domestic Politics of Aid." *Economics & Politics* 22 (2): 200–232.
- Wright, Joseph, and Matthew Winters. 2010. "The Politics of Effective Foreign Aid." *Annual Review of Political Science* 13 (1): 61–80.
- \*Brooks, Sarah M., and Marcus J. Kurtz. 2016. "Oil and Democracy: Endogenous Natural Resources and the Political 'Resource Curse.'" *International Organization* 70 (2): 279–311.
- \*Colgan, Jeff D. 2014. "The Emperor Has No Clothes: The Limits of OPEC in the Global Oil Market." *International Organization* 68 (3): 599–632.
- \*Dietrich, Simone. 2016. "Donor Political Economies and the Pursuit of Aid Effectiveness." *International Organization* 70 (1): 65–102.
- \*Bermeo, Sarah B. 2017. "Aid Allocation and Targeted Development in an Increasingly Connected World." *International Organization* 71 (4): 735–66.
- \*Briggs, Ryan C. 2017. "Does Foreign Aid Target the Poorest?" *International Organization* 71 (1): 187–206.
- \*Dreher, Axel, Andreas Fuchs, Brad Parks, Austin M. Strange, and Michael J. Tierney. 2018. "Apples and Dragon Fruits: The Determinants of Aid and Other Forms of State Financing from China to Africa." *International Studies Quarterly* 62 (1): 182–94. (13 pp.)

## **Week 9: Nov 18. Migration, Labor and Globalization** (176 pages)

- Scheve, Kenneth F., and Matthew J. Slaughter. 2001. "Labor Market Competition and Individual Preferences over Immigration Policy." *Review of Economics and Statistics* 83 (1): 133–145. (13 pp.)
- Singer, David Andrew. 2010. "Migrant Remittances and Exchange Rate Regimes in the Developing World." *American Political Science Review* 104 (2): 307–23. (17 pp.)
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- \*Leblang, David. 2010. "Familiarity Breeds Investment: Diaspora Networks and International Investment." *American Political Science Review* 104 (3): 584–600.
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#### **Week 10: Nov 25. International Institutions and IPE (228 pages)**

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- Fang, Songying, and Randall W. Stone. 2012 "International Organizations as Policy Advisors." *International Organization* 66 (4): 537–569. (33 pp.)
- \*Davis, Christina L. 2004. "International Institutions and Issue Linkage: Building Support for Agricultural Trade liberalization." *American Political Science Review* 98 (1): 153–169. (17 pp.)
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- Steinberg, Richard. 2002. "In the Shadow of Law or Power? Consensus-Based Bargaining and Outcomes in the in the GATT/WTO." *International Organization* 56 (2): 339–74. (33 pp.)
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- \*Nelson, Stephen C. 2014. "Playing Favorites: How Shared Beliefs Shape the IMF's Lending Decisions." *International Organization* 68 (02): 297–328.
- \*Rickard, Stephanie J., and Teri L. Caraway. 2014. "International Negotiations in the Shadow of National Elections." *International Organization* 68 (03): 701–20.
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**Week 11: Dec 2. IPE, Power, and National Security.** (240 pages) Prof. Benjamin Fordham will join us.

- Hirschman, Albert O. 1945. *National Power and the Structure of Foreign Trade* Berkeley: University of California Press. Chapters 1-2, pp. 1–40. (40 pp.)
- Gowa, Joanne S., and Edward D. Mansfield. 1993. "Power Politics and International Trade." *American Political Science Review* 87 (2): 408–20. (13 pp.)
- Mastanduno, Michael. 2009. "System Maker and Privilege Taker: US Power and the International Political Economy." *World Politics* 61 (1): 121–154. (34 pp.)
- \*Gartzke, Erik. 2007. "The Capitalist Peace." *American Journal of Political Science* 51 (1): 166–91. (26 pp.)
- Fordham, Benjamin O. 1998. "Economic Interests, Party, and Ideology in Early Cold War Era US Foreign Policy." *International Organization* 52 (2): 359–396. (38 pp.)
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\*Bapat, Navin A., and Bo Ram Kwon. 2015. "When Are Sanctions Effective? A Bargaining and Enforcement Framework." *International Organization* 69 (1): 131-62. (32 pp.)

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Mastanduno, Michael. 1991. "Do Relative Gains Matter? America's Response to Japanese Industrial Policy." *International Security* 16 (1): 73-113.

Gilpin, Robert. 2001. "Chapter Two: The Nature of Political Economy," In *Global Political Economy: Understanding the International Economic Order*. Princeton, NJ: Princeton University Press. pp. 25-45.

Bearce, David H. 2003. "Grasping the Commercial Institutional Peace." *International Studies Quarterly* 47 (3): 347-70. (21 pp.)

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Brooks, Stephen G. 2007. *Multinational Corporations, Globalization, and the Changing Calculus of Conflict*. Princeton, NJ: Princeton University Press. pp. 1-79.

\*Bussmann, Margit, and Gerald Schneider. 2007. "When Globalization Discontent Turns Violent: Foreign Economic Liberalization and Internal War." *International Studies Quarterly* 51 (1): 79-97.

Kirshner, Jonathan. 2007. *Appeasing Bankers: Financial Caution on the Road to War*. Princeton, NJ: Princeton University Press.

\*McDonald, Patrick J. 2007. "The Purse Strings of Peace." *American Journal of Political Science* 51 (3): 569-82.

\*Fordham, Benjamin O. 2008. "Power or Plenty? Economic Interests, Security Concerns, and American Intervention." *International Studies Quarterly* 52 (4): 737-58.

\*Davis, Christina L., and Sophie Meunier. 2011. "Business as Usual? Economic Responses to Political Tensions." *American Journal of Political Science* 55 (3): 628-46.

McDonald, Patrick J. 2011. "Complicating Commitment: Free Resources, Power Shifts, and the Fiscal Politics of Preventive War." *International Studies Quarterly* 55 (4): 1095-1120.

McDonald, Patrick J., and Kevin Sweeney. 2007. "The Achilles' Heel of Liberal IR Theory? Globalization and Conflict in the Pre-World War I Era." *World Politics* 59 (3): 370-403.

\*Nielsen, Richard A., Michael G. Findley, Zachary S. Davis, Tara Candland, and Daniel L. Nielson. 2011. "Foreign Aid Shocks as a Cause of Violent Armed Conflict." *American Journal of Political Science* 55 (2): 219-32.

\*Olzak, Susan. 2011. "Does Globalization Breed Ethnic Discontent?" *Journal of Conflict Resolution* 55 (1): 3-32.

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- McNally, Christopher A. 2012. "Sino-Capitalism: China's Reemergence and the International Political Economy." *World Politics* 64 (4): 741–76.
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- \*Slantchev, Branislav L. 2012. "Borrowed Power: Debt Finance and the Resort to Arms." *American Political Science Review* 106 (4): 787–809.
- Brooks, Stephen G. 2013. "Economic Actors' Lobbying Influence on the Prospects for War and Peace." *International Organization* 67 (4): 863–88.
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- \*Poast, Paul. 2015. "Central Banks at War." *International Organization* 69 (1): 63–95.
- \*Barry, Colin M., and Katja B. Kleinberg. 2015. "Profiting from Sanctions: Economic Coercion and US Foreign Direct Investment in Third-Party States." *International Organization* 69 (4): 881–912.
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## **Week 12: Dec 9. Globalization & Populism (212 pages)**

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- \*Colantone, Italo, and Piero Stanig. 2018. "The Trade Origins of Economic Nationalism: Import Competition and Voting Behavior in Western Europe." *American Journal of Political Science* 64 (4): 936–53. (18 pp.)
- Rodrik, Dani. 2018. "Populism and the Economics of Globalization." *Journal of International Business Policy* 1 (1–2): 12–33. (22 pp.)

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- Rudra, Nita. 2002. "Globalization and the Decline of the Welfare State in Less Developed Countries." *International Organization* 56 (2): 411–445.

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- Gidron, Noam, and Peter A. Hall. 2017. "The Politics of Social Status: Economic and Cultural Roots of the Populist Right." *The British Journal of Sociology* 68 (S): S57–84.
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