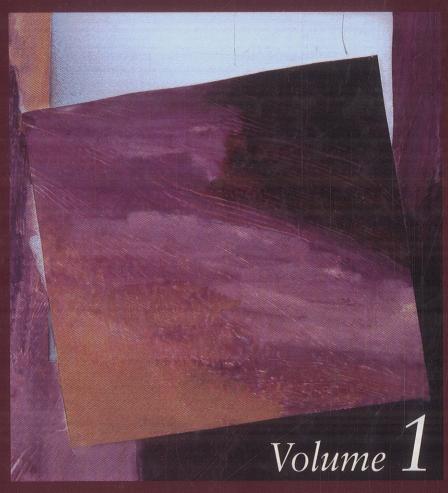
21st Century ECONOMICS A Reference Handbook



Edited by

Rhona C. Free

CONTENTS

VOLUME ONE

Preface	
the Editor	xv
the Contributors	xvii
I. SCOPE AND METHODOLOGY OF ECONOMICS	
History of Economic Thought Paola Tubaro, University of Greenwich; Centre Maurice Halbwachs	3
Economic History Sue Headlee, American University	13
Economic Methodology Timothy A. Wunder, University of Texas at Arlington	23
Twentieth-Century Economic Methodology Peter J. Boettke, George Mason University	33
Econometrics Peter Kennedy, Simon Fraser University	45
Marxian and Institutional Industrial Relations in the United States Michael Hillard, University of Southern Maine	55
II. MICROECONOMICS	
Supply, Demand, and Equilibrium Kevin C. Klein, Illinois College	69
Consumer Behavior Frederick G. Tiffany, Wittenberg University	79
Demand Elasticities Ann Harper Fender, Gettysburg College	89
Costs of Production: Short Run and Long Run Laurence Miners, Fairfield University	101
Profit Maximization Michael E. Bradley, University of Maryland, Baltimore County	111
Imperfectly Competitive Product Markets Elizabeth J. Jensen, Hamilton College	125
	the Editor the Contributors I. SCOPE AND METHODOLOGY OF ECONOMICS History of Economic Thought Paola Tubaro, University of Greenwich; Centre Maurice Halbwachs Economic History Sue Headlee, American University Economic Methodology Timothy A. Wunder, University of Texas at Arlington Twentieth-Century Economic Methodology Peter J. Boettke, George Mason University Econometrics Peter Kennedy, Simon Fraser University Marxian and Institutional Industrial Relations in the United States Michael Hillard, University of Southern Maine II. MICROECONOMICS Supply, Demand, and Equilibrium Kevin C. Klein, Illinois College Consumer Behavior Frederick G. Tiffany, Wittenberg University Demand Elasticities Ann Harper Fender, Gettysburg College Costs of Production: Short Run and Long Run Laurence Miners, Fairfield University Profit Maximization Michael E. Bradley, University of Maryland, Baltimore County Imperfectly Competitive Product Markets

13.	Predatory Pricing and Strategic Entry Barriers Bradley P. Kamp, University of South Florida	135
14.	Labor Markets Kathryn Nantz, Fairfield University	141
15.	Wage Determination Kenneth A. Couch, University of Connecticut Nicholas A. Jolly, Central Michigan University	153
16.	Role of Labor Unions in Labor Markets Paul F. Clark and Julie Sadler, Penn State University	163
17.	Game Theory Indrajit Ray, University of Birmingham	173
18.	Economics of Strategy Quan Wen, Vanderbilt University	185
19.	Transaction Cost Economics Christopher Ross Bell, University of North Carolina at Asheville	193
20.	Asset Pricing Models Peter Nyberg, Helsinki School of Economics	203
21.	Portfolio Theory and Investment Management Thomas W. Harvey, Ashland University	215
PART	T III. PUBLIC ECONOMICS	225
22.	Externalities and Property Rights Mahadev Ganapati Bhat, Florida International University	227
	Public Choice Peter T. Calcagno, College of Charleston	237
24.	Taxes Versus Standards: Policies for the Reduction of Gasoline Consumption Sarah E. West, Macalester College	247
25	. Public Finance Neil Canaday, Wesleyan University	255
26	. Regulatory Economics Christopher S. Decker, University of Nebraska at Omaha	265
27	. Cost-Benefit Analysis Mikael Svensson, Örebro University, Sweden	275
PAR	T IV. MACROECONOMICS	
28	3. Economic Measurement and Forecasting Mehdi Mostaghimi, Southern Connecticut State University	287
29	 Measuring and Evaluating Macroeconomic Performance David Hudgins, University of Oklahoma 	297
30). Macroeconomic Models Christopher J. Niggle, University of Redlands	307
3	 Aggregate Expenditures Model and Equilibrium Output Michael R. Montgomery, University of Maine 	319
32	2. Aggregate Demand and Aggregate Supply Ken McCormick, University of Northern Iowa	333
3	3. IS-LM Model Fadhel Kaboub, Denison University	341
3	4. Economic Instability and Macroeconomic Policy John Vahaly, University of Louisville	349

35.	Fiscal Policy Rosemary Thomas Cunningham, Agnes Scott College	357
36.	Government Budgets, Debt, and Deficits Benjamin Russo, University of North Carolina at Charlotte	369
37.	Monetary Policy and Inflation Targeting Pavel S. Kapinos, Carleton College David Wiczer, University of Minnesota	381
38.	Debates in Macroeconomic Policy John Vahaly, University of Louisville	391
39.	New Classical Economics Brian Snowdon, Durham University	399
PART	V. INTERNATIONAL ECONOMICS	
40.	International Trade, Comparative and Absolute Advantage, and Trade Restrictions Lindsay Oldenski, Georgetown University	411
41.	Balance of Trade and Payments Lawrence D. Gwinn, Wittenberg University	419
42.	Exchange Rates Carlos Vargas-Silva, Sam Houston State University	431
43.	Comparative Economic Systems Satyananda J. Gabriel, Mount Holyoke College	441
44.	World Development in Historical Perspective Douglas O. Walker, Regent University	451
45.	International Finance Steven L. Husted, University of Pittsburgh	467
46.	The European Economic and Monetary Union Leila Simona Talani, King's College London	477
47.	East Asian Economies Kiril Tochkov, Texas Christian University	485
48.	Globalization and Inequality Rachel McCulloch, Brandeis University	493
49.	The Economics of Fair Trade John D. Messier, University of Maine at Farmington	503

VOLUME TWO

PART	VI. ECONOMIC ANALYSES OF ISSUES AND MARKETS	
50.	Economics of Education Ping Ching Winnie Chan, Statistics Canada	515
51.	Economics and Justice George F. DeMartino, University of Denver	525
52.	Sports Economics Aju Fenn, Colorado College	533
53.	Earnings of Professional Athletes Lee H. Igel and Robert A. Boland, New York University	543
54.	Economics of Gender Lena Nekby, Stockholm University Peter Skogman Thoursie, Institute for Labour Market Policy Evaluation (IFAU), Uppsala	553
55.	Economics and Race Sean E. Mulholland, Stonehill College	563
56.	Economic Analysis of the Family Steven Horwitz, St. Lawrence University	577
57.	Economics of Aging Agneta Kruse, Lund University	585
58.	Agricultural Economics Patricia A. Duffy, Auburn University	597
59,	Real Estate Economics Erick Eschker, Humboldt State University	607
60,	Economics of Wildlife Protection Rebecca P. Judge, St. Olaf College	617
61.	Environmental Economics Jennifer L. Brown, Eastern Connecticut State University	631
62.	Economics of Energy Markets Stephen H. Karlson, Northern Illinois University	637
63.	Political Economy of Oil Yahya M. Madra, Gettysburg College	645
64.	Transportation Economics Anthony M. Rufolo, Portland State University	655
65.	Urban Economics James D. Burnell, College of Wooster	665
66.	Economics of Gambling Douglas M. Walker, College of Charleston	677
67.	Economics of HIV and AIDS Roy Love, Health Economics Consultant	687
68.	Economics of Migration Anita Alves Pena and Steven J. Shulman, Colorado State University	697

69.	Health Economics Shirley Johnson-Lans, Vassar College	707
70.	Economics of Health Insurance Amy M. Wolaver, Bucknell University	717
71.	Economics of Information Viktar Fedaseyeu, Boston College	729
72.	Forensic Economics Lawrence M. Spizman, State University of New York at Oswego	739
73.	Economics of Crime Isaac Ehrlich, State University of New York at Buffalo	747
74.	Economics of Property Law Richard D. Coe, New College of Florida	757
75.	Queer Economics: Sexual Orientation and Economic Outcomes Richard R. Cornwall, Middlebury College	767
76.	Economics and Religion Carmel U. Chiswick, University of Illinois at Chicago	777
77.	Economics and Corporate Social Responsibility Markus Kitzmueller, University of Michigan	785
78.	Political Economy of Violence Shawn Humphrey, University of Mary Washington	797
79.	The Economics of Civil War Marta Reynal-Querol, Pompeu Fabra University	807
80.	Economic Aspects of Cultural Heritage Leah Greden Mathews, University of North Carolina at Asheville	819
81.	Media Economics Gillian Doyle, Centre for Cultural Policy Research, University of Glasgow	827
82.	Microfinance Shannon Mudd, Ursinus College	837
83.	Latin America's Trade Performance in the New Millennium Maritza Sotomayor, Utah Valley University	847
PART	VII. EMERGING AREAS IN ECONOMICS	
84.	Behavioral Economics Nathan Berg, University of Texas-Dallas	861
85.	Experimental Economics Seda Ertaç, Koç University Sandra Maximiano, Purdue University	873
86.	Complexity and Economics Troy L. Tassier, Fordham University	883
87.	Ethics and Economics Victor V. Claar, Henderson State University	891
88.	Feminist Economics Gillian Hewitson, University of Sydney	901
89.	Neuroeconomics Dante Monique Pirouz, University of Western Ontario	913
90.	Evolutionary Economics Clifford S. Poirot Jr., Shawnee State University	921
91.	Matching Markets Thomas Gall, University of Bonn	931
92.	Beyond Make-or-Buy: Advances in Transaction Cost Economics Lyda S. Bigelow, University of Utah	941
Index		951