

Reading List—Mike Maloney—Economics 901—Price Theory—Fall 2006

Texts, Classic:

- Milton Friedman, *Price Theory*, Chicago: Aldine, 1976
 Geo. J. Stigler, *The Theory of Price*, 3rd ed., N.Y.: Macmillan, 1966
 Gary Becker, *Economic Theory*, N.Y.: Knopf, 1971

Texts, Old and Good:

- Jack Hirshleifer, *Price Theory and Applications*, Englewood Cliffs: Prentice-Hall, 1984.
 Charlie Ferguson, *Microeconomic Theory*, Homewood Ill.: Irwin, 1972, 3rd ed.
 Stigler and Boulding, eds., *AEA Readings in Price Theory*, Homewood: Irwin, 1952.
 W. Breit, H. Hochman and E. Saueracker, *Readings in Microeconomics*, St. Louis: Times
 Mirror/Mosby, 1986. (B-H)
 Cotton Mather Lindsay, *Applied Price Theory*, Chicago: Dryden, 1984.
 Donald McCloskey, *The Applied Theory of Price*, N.Y.: Macmillan, 1982.

Texts, Respected:

- P.R.G. Layard and A.A. Walters, *Microeconomic Theory*, NY: McGraw-Hill, 1978.

Texts, Recommended:

- Gene Silberberg & Wing Suen, *The Structure of Economics*, N.Y.: McGraw-Hill, 3rd ed.,
 2001.
 Hal Varian, *Microeconomic Analysis*, 3rd edition, Norton.

Texts, Provisional:

- M.T. Maloney, 901 Lecture Notes

A. Methodology & Review of Basic Techniques:

- Armen Alchian, "Uncertainty, Evolution, and Economic Theory," *Journal of Political
 Economy*, 58(3), June 1950, 211-221.
 Friedman, "The Methodology of Positive Economics," *Essays in Positive Economics*,
 Chicago Press, 1953, pp. 3-46.
 Breit and Hochman, part 1.
 Cheung, Steve, "The Fable of the Bees: An Economic Investigation", *Journal of Law and
 Economics*, (16) 1973
 Stigler, (text), Chapter 1.
 Stigler & Becker, "De Gustibus," *AER*, March 1977, 76-90. B-H p. 78.
 Silberberg, C1-C7, C1 on methodology.
 Stigler, "The Successes and Failures of Professor Smith," *JPE* 84(6), 1976, 1199-1213.

B. The Theory of Consumer Choice

Silberberg, C10 and C11

Michael Intriligator, *Econometric Models, Techniques, and Applications*, Englewood Cliffs: Prentice-Hall, 1978, C7.

Armen Alchian, "The Meaning of Utility Measurement," *AER*, March 1953, 26-50, in Breit and Hochman.

Friedman and Savage, "Utility Analysis of Choices Involving Risk," *JPE*, 1948, in AEA Readings in Price Theory.

Becker, G.S., "A Theory of Allocation of Time" in *Economic Journal*, vol. 75, 1965, p.493-517

Gary Becker, *Economic Theory*, N.Y.: Knopf, 1971, C 5.

Kagel, Battalio, et al., "Demand Curves for Animal Consumers," *QJE*, Feb 81, 1-14, B-H, p. 69.

Battalio, Kagel, Kogut. "Experimental Confirmation of the Existence of a Giffen Good," *AER*, Sept 91, 961-978.

Samuelson, Paul A. and Walter Oi, "The Consumer Does Benefit From Feasible Price Stability" in *Quarterly Journal of Economics*. Vol. 86, 1972, p.476-493

Silberberg, "Nutrition and the Demand for Tastes," *JPE*, Oct 85, 881-900.

Willig, Robt D. "Consumer's Surplus Without Apology," *AER*, Sept. 76, 589-597.

C. The Theory of the Firm

Silberberg, C6, 8, and 9.

Silberberg, "The Theory of the Firm in 'Long-Run' Equilibrium," *AER*, 9/74.

Maloney and McCormick, "A Positive Theory of Environmental Quality," *JLE*, 4/82.

Alchian, "Costs and Outputs," *Allocation of Economic Resources*, in B-H, in *Economic Forces at Work*.

Portes, Richard D. "LR Scale Adjustment of a Perfectly Competitive Firm and Industry: An Alternative Approach" in *AER*, 1971, p.430-34

Maloney, M.T. and R.E. McCormick. "A Positive Theory of Environmental Quality Regulation" in *Journal of Law and Economics*, vol. 25 1982, p99-123

Maloney and McCormick, "A Theory of Costs and Intermittent Production," *Journal of Business*, April 1983.

L. Christensen and W. Greene, "Economies of Scale in U.S. Electric Power Generation," *JPE*, 84(4), 76, 655-676.

D. Organization of Markets

Eugene Fama and A.B. Laffer, "The Number of Firms and Competition," *AER*, Sept 72, 670-674.

Barzel, "A Theory of Rationing by Waiting," *JLE* April 74, 73-95, B-H p. 218.

Barzel, Yoram, "Measurement Costs and the Organization of Markets", *Journal of Law and Economics*, vol. 25, 1982, pp. 27-48.

C.M. Lindsay and B. Feigenbaum, "Rationing by Waiting Lists," *AER*, 6/84.

- Joan Robinson, *The Economics of Imperfect Competition*, St. Martin's, 1969 (first ed. '33), Chapters 15 and 16.
- Oi, Walter. "A Disneyland Dilemma: Two-Part Pricing for a Mickey Mouse Monopoly," *QJE*, Feb. 71, 77-96.
- Hirshleifer, "On the Economics of Transfer Pricing," *Journal of Business*, July 56, 172-184, B-H p. 139.
- Harold Demsetz, "The Private Production of Public Goods," *Journal of Law & Economics*, October 1970, 293-306.
- Ronald Coase, "The Problem of Social Costs," *JLE*, Oct 60, 1-44, B-H p. 468.
- Ronald Coase, "The Lighthouse in Economics" in *Journal of Law and Economics*, October 1974, 357
- Ronald Coase, "Durability and Monopoly" in *Journal of Law and Economics*, April 1972, pp.143-150.
- Stigler, "Economics of Information," *JPE* June 61, 213-225, B-H p. 176.
- Akerlof, "The Market for 'Lemons'" *QJE*, Aug 70, 488-500, B-H p. 276.
- Spence, "Job Market Signaling," *QJE* Aug 73, 355-374, B-H p. 289.
- E. Lazear and S. Rosen, "Rank-Order Tournaments as Optimum Labor Contracts," *JPE*, 1981 89(5), 841-864.
- Knoeber, Charles R. and Walter N. Thurman, "Testing the Theory of Tournaments: An Empirical Analysis of Broiler Production", *Journal of Labor Economics*, vol. 12, 1994, pp.155-179

E. Problems of Discounting

- Brian Bentsick, "The Impact of Taxation and Valuation Practices on the Timing and Efficiency of Land Use," *JPE*, August 1979, pp. 859-868.
- Bob Deacon, "Incomplete Ownership, Rent Dissipation, and the Return to Related Investments," *Economic Inquiry*, October 1994.
- Maloney and Gordon Brady, "Capital Turnover and Marketable Pollution Rights," *Journal of Law & Economics*, April 1988.