

(*) Multi-element cores as leading to inefficiencies in transaction costs. Not a market failure, but perhaps a justification for price-fixing?!"

(*) why not "Vertik" handle the transaction off the market? what does this even mean?

(*) Costs of free-riding may not be monotonic - can hire a monitor when group size gets sufficiently large.

Intrastate bank branching (entry restrictions)

◦ some states had very restrictive entry: "unit bank"
◦ each brand is a bank

◦ moderate restrictions: intrastate branching possible

◦ low restrictions: allowed interstate branching

1970s - 1990s: movement from "unit bank" to intrastate branching.

Data on:

◦ Regulatory regime

◦ interests within state

◦ relative strengths

◦ predict how these interest strengths

map into "public interest" theory

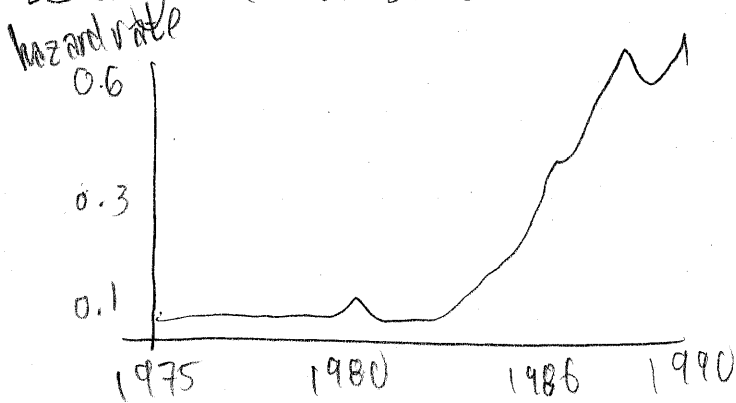
◦ will use a hazard model of reform

Roll-call votes:

- only some votes have roll-call structure.

They look at these.

Re-Deregulate at time t if not having deregulated prior to t :



"Unit branching" - small banks prefer this.

- interest group

Insurance companies are another interest group because they compete with banks and thus want to keep banks small.

Read chs 3, 4, 5 Laffont Tirole (2000) book

- access pricing