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Veolia Environnement

2nd Future Environmental Trends Conference
2ème Conférence de Prospective Environnementale

CONFERENCE on PUBLIC SERVICES and MANAGEMENT Designs, Issues and Implications for Local Governance January 12-14th 2006

PROGRAMME

VENUE



--- Hôtel Mercure Atria ---
8 Esplanade Compans Caffarelli
31901 Toulouse Cedex 9
www.mercure.com



13h30

Coffee & Welcome Address:
Jacques Crémer, IDEI Director.

14:00 – 15:00 Keynote Lecture 1: Contracting Out or In

Chair: Patrick Rey (University of Toulouse and IDEI)

14:00 Steve Tadelis (University of California at Berkeley) – co-author Jonathan Levin (Stanford University),
"Contracting for Government Services: Theory and Evidence from the U.S. Cities".

15:00 – 16:30 Afternoon Session 1: Organizing Partnerships

Chair: Oliver Hart (Harvard University)

15:00 Paul Groot (University of Bristol) – co-authors Andreas Bentz (Darmouth College) and Majia Halonen (University of Bristol),
"What Should Governments Buy from the Private Sector – Assets or Services?".
Discussant: Patrick Rey (University of Toulouse and IDEI).

15:45 Jérôme Pouyet (Ecole Polytechnique and IDEI) – co-author David Martimort (University of Toulouse, IDEI and IUF),
"«Built-It or Not»: Normative and Positive Theories of Public-Private Partnerships".
Discussant: Elisabetta Iossa (Brunel University).

16:30 – 17:00 Coffee Break

17:00 – 17:45 Afternoon Session 2: Theoretical Perspective

Chair: Georges Valentis (Institut Veolia Environment)

17:00 Peter Norman (University of British Columbia) – co-author Hanming Fang (Yale University),
"Public Provision of a Private Good as a Constrained Efficient Outcome".
Discussant: Helmuth Cremer (University of Toulouse and IDEI).



8:30 – 9:30 Keynote Lecture 2: Public Finance and Partnerships

Chair: Mathias Dewatripont (ECARES Bruxelles)

- 8:30 Eduardo Engel** (Yale University) – co-authors, Ronald Fisher (CEA) and Alexander Galetovic (University Los Andes),
"The Basic Public Finance of Public-Private Partnerships: The Case of Toll Roads".

9:30 – 11:00 Morning Session 1: Transport and Water

Chair: Guido Friebel (IDEI Toulouse and EHESS)

- 9:30 Armin Schmutzler** (University of Zurich) – co-author Rafael Lavile (University of Zurich)
"Competition for Railway Markets: The Case of Baden-Württemberg".
Discussant: Etienne de Villemeur (University of Toulouse and IDEI).
- 10:15 Stéphane Saussier** (ATOM- University of Paris 1) – co-authors Eshien Chong (ATOM, University of Paris 1) and Freddy Huet (ATOM, University of Paris 1),
"Auctions, Ex Post Competition and Prices: The Efficiency of Public-Private Partnerships".
Discussant: Christian Bontemps (University of Toulouse and IDEI).

11:00 – 11:30 Coffee Break

11:30 – 13:00 Morning Session 2: Collusion in Procurement: Theory

Chair: Marc Ivaldi (IDEI Toulouse and EHESS)

- 11:30 Giancarlo Spagnolo** (Stockholm School of Economics) – co-author Giacomo Calzolari (University of Bologna),
"Reputation and Collusion in Procurement".
Discussant: Jeanine Thal (University of Toulouse, GREMAQ).
- 12:15 Eshien Chong** (ADIS-GRJM, University of Paris 11 & ATOM, University of Paris 1) – co-author Freddy Huet (ATOM, University of Paris 1),
"Yardstick Competition, Franchise Bidding and Collusive Incentives".
Discussant: Jérôme Pouyet (Ecole Polytechnique and IDEI).

13:00 – 14:30 LUNCH



14:30 – 16:00 PARALLEL Afternoon Session 2: Collusion in Procurement: Empirical Studies

Chair: *Farid Gasmi* (University of Toulouse and IDEI)

14:30 *Otto Toivanen* (University of Helsinki) – co-authors Ari Hyytinen (RIFE) and Sofia Lundberg (HECER),
"Favoritism in Public Procurement: Evidence from Sweden".
Discussant: *Thierry Magnac* (University of Toulouse and IDEI).

15:15 *Anne Yvrande-Billon* (ATOM, University of Paris 1),
"The Attribution Process of Delegation Contracts in the French Urban Transport Sector: Why is Competitive Tendering a Myth?".
Discussant: *Marc Ivaldi* (IDEI Toulouse and EHESS).

14:30 – 16:00 PARALLEL Afternoon Session 2: Scope Economies

Chair: *Jean-Charles Rochet* (University of Toulouse and IDEI)

14:30 *Arnaud Reynaud* (University of Toulouse, LERNA) – co-authors Serge Garcia (ENGREF Montpellier), Michel Moreaux (University of Toulouse, LERNA),
"Measuring Economies of Vertical Integration in Network Industries: An Application to the Water Sector".
Discussant: *Pierre Dubois* (IDEI Toulouse and INRA).

15:15 *Giacomo Calzolari* (University of Bologna) – co-author Carlo Scarpa (University di Brescia),
"Regulating a Multi-Utility Firm".
Discussant: *Wilfried Sand-Zantman* (University of Montpellier and IDEI).

Room
Seria 1

16:00 – 16:30 Coffee Break

16:30 – 18h30 ROUND TABLE – Public Services and Management: Major Trends

Chair: *Jean-Marc Vittori* (Journalist, *Les Echos*)

- Antonio Estache (World Bank and ECARES)
- Germaine Gibara (Vice President, Institute for Research on Public Policy – President, Avvio Management Inc.)
- Claude Martinand (President, Institut de la Gestion Déléguée)
- Hartmut Mehdorn (CEO, Deutsche Bahn)
- Henri Proglia (CEO, Veolia Environnement)
- Jean Tirole (Scientific Director, IDEI)

(Simultaneous translation French/English will be available)

18:30 – 19:30

CONFERENCE COCKTAIL

20:00 CONFERENCE DINNER (Fondation Bemberg) - Registration Required



8:45 – 11:00 Morning Session 1: Political Economy, Again

Chair: Steve Tadelis (University of California Berkeley)

8:45 **Jean Tirole** (IDEI and GREMAQ, Toulouse, and MIT),
"PPP Politics".

Discussant: Steve Tadelis (University of California Berkeley).

9:30 **Matthew Ellman** (University of Pompeu Fabra),
"Does Privatisation of Public Service Provision Reduce Government
Accountability?".

Discussant: Oliver Hart (Harvard University).

10:15 **Juan-Jose Ganuza** (University of Pompeu Fabra) – co-authors Alex Calvaras
(Universitat de les Illes Balears) and Gerard Llobet (CEMFI),
"Regulation and Opportunism: How Much Activism Do We Need?".

Discussant: Bruno Jullien (University of Toulouse and IDEI).

11:00 – 11:30 Coffee Break

11:30 – 13:00 PARALLEL Morning Session 2: Contracting

Chair: David Martimort (University of Toulouse, IDEI and IUF)

11:30 **Elisabetta Iossa** (Brunel Business School) – co-author John Bennett
(Brunel Business School),

"Contracting Out Public Service Provision to Not-For-Profit Firms".

Discussant: Matthew Ellman (University of Pompeu Fabra).

12:15 **Wilfried Sand-Zantman** (University of Montpellier and IDEI) – co-author David
Martimort (University of Toulouse, IDEI and IUF),

"Signalling and the Design of Delegated Management Contracts for Public Utilities".

Discussant: Stéphane Saussier (ATOM, University of Paris 1).

11:30 – 13:00 PARALLEL Morning Session 2: Empirical Studies

Chair: Christian Bontemps (University of Toulouse, IDEI)

11:30 **Laure Athias** (ATOM, University of Paris 1) – co-author Stéphane Saussier (ATOM,
University of Paris 1),

"Contractual Design of Toll Adjustment Processes in Infrastructure Concession
Contracts: What Matters?".

Discussant: Annalisa Vinella (University of Toulouse, GREMAQ).

12:15 **Claudine Desrieux** (ATOM, University of Paris I),

"Governance Structures and Relational Contracting in Local Public Services:
A Comparison of French and American Public-Private Partnerships".

Discussant: Claude Crampes (University of Toulouse and IDEI).

13:00 – 14:30 LUNCH

Room
Seria 1



14:30 – 16:00 Afternoon Session: Privatization and Development

Chair : *Jean-Paul Azam* (University of Toulouse, IDEI and IUF)

14:30 *V. Santhakumar*, (Centre for Development Studies, Trivandrum, Kerala),
"Impact of the Distribution of the Cost of Reform on Social Support for Reforms".
Discussant: Emmanuelle Auriol (University of Toulouse and IDEI).

15:15 *Stéphane Straub* (University of Edinburgh) – co-author David Martimort
(University of Toulouse, IDEI and IUF),
"Privatization and Corruption".
Discussant: Antonio Estache (World Bank and ECARES, Bruxelles).

16:00

Concluding Words:

Amartya Sen, Nobel Laureate, Cambridge U.K. and Harvard.

