Economic Regulation and Its Reform
What Have We Learned?

Edited by Nancy L. Rose

The University of Chicago Press
Chicago and London
Contents

Preface ix

Learning from the Past: Insights for the Regulation of Economic Activity 1
Nancy L. Rose

1. Antitrust and Regulation 25
Dennis W. Carlton and Randal C. Picker

2. How Airline Markets Work . . . or Do They? Regulatory Reform in the Airline Industry 63
Severin Borenstein and Nancy L. Rose

3. Cable Regulation in the Internet Era 137
Gregory S. Crawford

4. Regulating Competition in Wholesale Electricity Supply 195
Frank A. Wolak

5. Incentive Regulation in Theory and Practice: Electricity Distribution and Transmission Networks 291
Paul L. Joskow

6. Telecommunications Regulation: Current Approaches with the End in Sight 345
Jerry Hausman and J. Gregory Sidak

7. Regulation of the Pharmaceutical-Biotechnology Industry 407
Patricia M. Danzon and Eric L. Keuffel
<table>
<thead>
<tr>
<th>Section</th>
<th>Title</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>8.</td>
<td>Regulation and Deregulation of the US Banking Industry: Causes, Consequences, and Implications for the Future</td>
<td>485</td>
</tr>
<tr>
<td></td>
<td>Randall S. Kroszner and Philip E. Strahan</td>
<td></td>
</tr>
<tr>
<td>9.</td>
<td>Retail Securities Regulation in the Aftermath of the Bubble</td>
<td>545</td>
</tr>
<tr>
<td></td>
<td>Eric Zitzewitz</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Contributors</td>
<td>589</td>
</tr>
<tr>
<td></td>
<td>Author Index</td>
<td>591</td>
</tr>
<tr>
<td></td>
<td>Subject Index</td>
<td>601</td>
</tr>
</tbody>
</table>