

### **Additional References for Chapter IV (and VI)**

Knott, Jack H. 2012. The president, Congress, and the financial crisis: Ideology and moral hazard in economic governance. *Presidential Studies Quarterly*. 42: 81-100.

Chapters IV and VI cover, respectively, implementation tools for initiatives and the role Fannie Mae and Freddie Mac played in the economic downturn that began in 2007 and 2008. In both chapters we draw on an article in the *Harvard Journal of Law & Public Policy* by Geoffrey P. Miller and Gerald Rosenfeld (2010) in which they explain some of the origins of the crisis using the concept intellectual hazard which they define as: “the tendency of behavioral biases to interfere with accurate thought and analysis within complex organizations.” (p. 808)

Jack H. Knott covers much of the same territory using the term political moral hazard which he defines as: a condition in which public officials and private interests had strong incentives to take actions mutually beneficial to them but adverse to the overall economy and the interests of the general public. . . .” (p. 82) This article is very comprehensive given its brevity.