

## TABLE OF CONTENTS

FOREWORD TO THE 2019 EDITION .....	7
ABSTRACT .....	9
INTRODUCTION .....	11
<b>CHAPTER 1: ON THE MEANING AND MEASUREMENT OF DECENTRALIZATION</b>	<b>15</b>
1.1 Puzzle .....	17
1.2 Decentralization and the State.....	18
1.3 The context and operational definition .....	20
1.4 The effects of decentralization.....	22
1.5 Fiscal decentralization.....	27
1.6 Administrative decentralization.....	30
1.7 Political decentralization.....	31
1.8 Conditions for successful decentralization.....	34
1.9 Alternative indicators of decentralization.....	37
Conclusions of the first chapter .....	39
<b>CHAPTER 2: A BRIEF HISTORY OF DECENTRALIZATION IN POST-COMMUNIST COUNTRIES.....</b>	<b>41</b>
2.1 Comparative evolution .....	43
2.2 Clusters of countries .....	47
2.3 Case studies .....	49
Conclusions of the second chapter .....	55
<b>CHAPTER 3: DECENTRALIZATION AND EVOLUTION OF STATE CAPACITY IN THE POST-COMMUNIST WORLD.....</b>	<b>57</b>
3.1 What is the State and State capacity?.....	58
3.2 On the meaning and measurement of State capacity .....	61
3.3 Quality of Governance and State capacity .....	64

## Arpad TODOR

3.4 State capacity and Good Governance.....	66
3.5 Bertelsmann transformational index .....	70
3.6 The extractive capacity .....	71
3.7 Connecting the sub-indicators of State capacity to decentralization .....	73
Conclusions of the third chapter.....	75
<b>CHAPTER 4: DECENTRALIZATION AND ITS INFLUENCE ON STATE CAPACITY IN THE POST-COMMUNIST WORLD .....</b>	<b>77</b>
4.1 Cases – universe of study .....	78
4.2 Methodology and Data base .....	80
4.3 Decentralization and State capacity .....	82
CONCLUSIONS.....	95
APPENDIX 1. ....	101
APPENDIX 2. ....	105
APPENDIX 3. ....	107
REFERENCE LIST .....	109