

Proposed Online Appendix

Table A: Country-Years with High Weight on Component 1 ($p_1 > .5$)

Algeria	1965-1987	Madagascar	1965-1985
Bangladesh	1965-1986	Malawi	1965-1984
Bolivia	1965-1975	Malaysia	1965-1979
Brazil	1965-1981	Mali	1965-1989
Cameroon	1965-1987	Mauritius	1965-1982
Chile	1965-1973	Mexico	1965-1971
China	1965-1982	Morocco	1965-1989
Colombia	1965-1981	Mozambique	1965-1986
Costa Rica	1965-1981	Nicaragua	1965-1985
Cote d'Ivoire	1965-1988	Nigeria	1965-1987
Cyprus	1965-1975	Pakistan	1965-1987
Dominican Rep.	1965-1983	Panama	1965-1971
Ecuador	1965-1979	Paraguay	1965-1983
Egypt	1965-1985	Peru	1965-1979
El Salvador	1965-1983	Philippines	1965-1975
Ethiopia	1965-1987	Portugal	1965-1978
Ghana	1965-1983	Senegal	1965-1988
Greece	1965-1967	Sierra Leone	1965-1987
Guatemala	1965-1986	Singapore	1965-1970
Guyana	1971-1980	Sri Lanka	1965-1980
Haiti	1965-1984	Tanzania	1965-1985
Honduras	1965-1984	Thailand	1965-1982
Iceland	1968-1972	Trinidad-Tobago	1965-1970
India	1965-1984	Tunisia	1965-1986
Indonesia	1965-1983	Turkey	1965-1984
Iran	1965-1988	Uganda	1965-1985
Ireland	1965-1965	Uruguay	1965-1976
Jamaica	1965-1981	Venezuela	1965-1974
Jordan	1965-1982	Zambia	1965-1981
Kenya	1965-1983	Zimbabwe	1965-1979
Korea, South	1965-1973		

Table B: Country-Years with High Weight on Component 2 ($p_2 > .8$)

Argentina	1998-2008
Australia	1967-2008
Austria	1967-2008
Belgium	1966-2008
Bolivia	2008-2008
Brazil	2006-2008
Canada	1965-2008
Chile	2002-2008
China	2005-2008
Costa Rica	2003-2008
Cyprus	1992-2008
Denmark	1965-2008
Finland	1971-2008
France	1965-2008
Germany	1991-2008
Greece	1998-2008
Iceland	1974-2000
India	2007-2008
Ireland	1981-2008
Israel	1969-2000
Italy	1978-2008
Japan	1967-2008
Jordan	2004-2008
Korea, South	1988-2008
Malaysia	1999-2008
Mauritius	2007-2007
Mexico	2006-2008
Netherlands	1965-2008
New Zealand	1971-2008
Norway	1969-2008
Panama	2001-2008
Philippines	2004-2008
Portugal	2005-2008
Singapore	1989-2008
South Africa	1998-2008
Spain	1994-2008
Sweden	1965-2008
Switzerland	1965-2008
Thailand	2007-2008
Trinidad-Tobago	2000-2005
United Kingdom	1965-2008
United States	1965-2005
Uruguay	2002-2008

Table C: Growth Regressions with Growth Paradigms (FEVD)

	(1) <i>GDP</i>	(2) <i>GDP</i>	(3) <i>Capital Stock</i>	(4) <i>TFP</i>
StateHist	1.82* (0.77)	-0.92 (1.21)	-0.48 (1.12)	-0.94 (0.85)
StateHist·Comp1		8.67** (3.33)	6.15* (3.10)	5.79* (2.36)
ParComp	-0.76** (0.25)	-1.39** (0.47)	-0.92* (0.44)	-0.66 [^] (0.35)
ParComp·Comp1		2.28* (0.96)	0.16 (0.86)	1.85** (0.71)
Checks	0.03 (0.31)	0.45 (0.74)	-0.07 (0.64)	0.47 (0.57)
Checks·Comp1		-1.13 (1.99)	1.10 (1.71)	-1.79 (1.53)
Comp1		-10.33** (3.05)	0.40 (2.69)	-10.65** (2.28)
TropicArea	1.25 [^] (0.67)	0.62 (0.63)	1.40* (0.59)	-0.12 (0.46)
EthnicFrac	0.18 (0.86)	-0.16 (0.85)	-0.17 (0.80)	0.07 (0.60)
Landlock	0.20 (0.58)	0.60 (0.74)	0.61 (0.69)	0.27 (0.53)
GDP/cap	1.43** (0.44)	1.22 (0.78)	1.96** (0.75)	0.01 (0.58)
DV _{t-1}	0.14** (0.02)	0.18** (0.02)	0.52** (0.03)	0.17** (0.02)
Constant	-10.09** (3.51)	-4.66 (6.58)	-14.48* (6.25)	3.49 (4.91)
N	2679	2540	2540	2540
Countries	83	81	81	81
R ²	0.13	0.15	0.46	0.12

[^] $p < 0.10$, * $p < 0.05$, ** $p < 0.01$

Fixed Effects Variance Decomposition (FEVD) with standard errors in parentheses. DV_{t-1} is the one-period lag of the dependent variable in each model.

Table D: Robustness: Replace StateHist with BureauQual

	(1) <i>GDP</i>	(2) <i>GDP</i>	(3) <i>Capital Stock</i>	(4) <i>TFP</i>
BureauQual	0.22 (0.15)	-0.09 (0.35)	0.15 (0.27)	-0.14 (0.31)
BureauQual·Comp1		1.03 (0.96)	-0.02 (0.79)	0.84 (0.82)
ParComp	-0.30* (0.15)	-0.96** (0.32)	-0.59* (0.23)	-0.44 (0.29)
ParComp·Comp1		1.86^ (1.01)	0.71 (0.78)	1.17 (0.89)
Checks	0.28 (0.24)	0.61 (0.54)	0.31 (0.44)	0.34 (0.48)
Checks·Comp1		-1.20 (1.73)	-0.12 (1.42)	-0.86 (1.50)
Comp1		-11.70** (3.53)	-5.08^ (2.85)	-8.56** (2.97)
TropicArea	-0.55 (0.34)	-0.90* (0.40)	-0.36 (0.30)	-0.67^ (0.35)
EthnicFrac	-0.34 (0.50)	-0.76 (0.52)	-1.23** (0.41)	0.08 (0.45)
Landlock	-0.52 (0.38)	-0.25 (0.39)	-0.64* (0.32)	0.11 (0.33)
GDP/cap	-0.16 (0.17)	-0.47* (0.20)	-0.34* (0.14)	-0.36* (0.18)
DV _{t-1}	0.24** (0.03)	0.17** (0.03)	0.48** (0.03)	0.15** (0.03)
Constant	3.35** (1.27)	10.58** (2.10)	6.88** (1.53)	6.40** (1.85)
N	1944	1849	1849	1849
Countries	81	80	80	80
R ²	0.07	0.06	0.26	0.04
ρ	0.03	0.05	0.05	0.07

^ $p < 0.10$, * $p < 0.05$, ** $p < 0.01$

Random effects regression models with panel-corrected AR(1) standard errors in parentheses. DV_{t-1} is the one-period lag of the dependent variable in each model. BureauQual is the measure of bureaucratic quality from Llewellyn D. Howell, "International Country Risk Guide Methodology," 2011, The PRS Group, Inc.

Table E: Robustness: Replace ParComp with PolRights

	(1) <i>GDP</i>	(2) <i>GDP</i>	(3) <i>Capital Stock</i>	(4) <i>TFP</i>
StateHist	1.91** (0.45)	-0.23 (0.57)	0.47 (0.42)	-0.71 (0.52)
StateHist·Comp1		7.48** (2.01)	5.18** (1.28)	5.51** (1.87)
PolRights	0.07 (0.55)	-2.77* (1.10)	-0.84 (0.85)	-1.57 (0.99)
PolRights·Comp1		7.66* (3.01)	0.69 (2.37)	6.05* (2.67)
Checks	0.08 (0.23)	0.53 (0.47)	0.51 (0.34)	0.23 (0.43)
Checks·Comp1		-1.93 (1.32)	-1.33 (0.93)	-1.20 (1.21)
Comp1		-10.74** (2.15)	-1.64 (1.56)	-10.50** (1.94)
TropicArea	-0.25 (0.30)	-0.11 (0.34)	0.38 (0.25)	-0.27 (0.31)
EthnicFrac	-0.58 (0.48)	-0.96* (0.43)	-1.12** (0.32)	-0.28 (0.39)
Landlock	-0.58 (0.36)	-0.46 (0.32)	-0.80** (0.28)	-0.08 (0.28)
GDP/cap	-0.16 (0.13)	-0.40** (0.15)	0.00 (0.11)	-0.49** (0.14)
DV _{<i>t</i>-1}	0.12** (0.03)	0.21** (0.03)	0.45** (0.03)	0.18** (0.03)
Constant	1.87 (1.18)	7.83** (1.63)	1.24 (1.12)	7.30** (1.50)
N	2850	2616	2616	2616
Countries	84	82	82	82
R ²	0.03	0.09	0.29	0.07
ρ	0.10	0.03	0.11	0.05

[^] $p < 0.10$, * $p < 0.05$, ** $p < 0.01$

Random effects regression models with panel-corrected AR(1) standard errors in parentheses. DV_{*t*-1} is the one-period lag of the dependent variable in each model. PolRights is the measure of political rights from Freedom House, *Freedom in the World Country Ratings: 1972 to 2008*, Washington, D.C.: Freedom House, Inc.

Table F: Robustness: Replace Checks with PolCon

	(1) <i>GDP</i>	(2) <i>GDP</i>	(3) <i>Capital Stock</i>	(4) <i>TFP</i>
StateHist	1.69** (0.36)	0.82 (0.51)	0.82* (0.33)	-0.11 (0.47)
StateHist·Comp1		2.37 (1.45)	0.90 (0.81)	2.04 (1.35)
ParComp	-0.25* (0.11)	-0.41 [^] (0.24)	-0.16 (0.14)	-0.16 (0.22)
ParComp·Comp1		0.71 (0.57)	-0.03 (0.33)	0.55 (0.52)
PolCon	0.08 (0.45)	0.62 (1.11)	0.27 (0.62)	0.82 (1.02)
PolCon·Comp1		-1.79 (2.65)	-0.90 (1.49)	-2.04 (2.44)
Comp1		-2.73 (1.73)	0.34 (1.04)	-2.71 [^] (1.57)
TropicArea	-0.26 (0.27)	-0.23 (0.30)	0.19 (0.19)	-0.36 (0.27)
EthnicFrac	-0.80 [^] (0.42)	-0.85* (0.40)	-0.70** (0.26)	-0.22 (0.36)
Landlock	-0.56 [^] (0.33)	-0.27 (0.30)	-0.23 (0.21)	-0.07 (0.26)
GDP/cap	0.08 (0.12)	0.03 (0.14)	0.09 (0.08)	-0.14 (0.12)
DV _{t-1}	0.13** (0.02)	0.21** (0.02)	0.67** (0.02)	0.17** (0.02)
Constant	1.41 (1.04)	2.44 [^] (1.45)	0.11 (0.84)	2.21 [^] (1.33)
N	3623	3274	3274	3274
Countries	83	81	81	81
R ²	0.04	0.07	0.47	0.04
ρ	0.07	0.03	0.03	0.04

[^] $p < 0.10$, * $p < 0.05$, ** $p < 0.01$

Random effects regression models with panel-corrected AR(1) standard errors in parentheses. DV_{t-1} is the one-period lag of the dependent variable in each model. PolCon is the measure of political constraints from Witold J. Henisz, "The Institutional Environment for Economic Growth," *Economics & Politics*, 2000, 12(1):131.

Figure A: Marginal Effect of ParComp on Growth in GDP per Capita

