# COVID-19 and the Politics of Crisis

Phillip Y. Lipscy

The COVID-19 pandemic presents an opportunity to refocus scholarly attention on the politics of crisis. Crises that abruptly upend political and economic relations are important and increasing in frequency. However, the division of international relations into international political economy (IPE) and international security has contributed to the relative neglect of non-militarized crises like pandemics. Crises are defined by threat, uncertainty, and time pressure: understanding them requires a careful examination of how these variables affect political and economic outcomes. Drawing on often disparate literatures on finance, energy and climate change, natural disasters, pandemics, and violent conflict, I propose a broad research program around the politics of crisis, focusing on puzzles related to causes, responses, and transformations.

The coronavirus disease (COVID-19) triggered a global pandemic and economic contraction unlike anything seen for roughly a century. COVID-19 is less lethal than many other recent diseases, such as Ebola, Avian Influenza, Tuberculosis. However, the virus that causes COVID-19—severe acute respiratory syndrome coronavirus 2 (SARS-CoV-2)—appears to be calibrated to inflict maximum harm on the contemporary world economy. The virus spread rapidly by taking advantage of globalization and interconnectedness. Unlike virus transmission in the 2003 SARS epidemic, COVID-infected individuals unknowingly became super-spreaders as their symptoms developed slowly and often remained mild. Epidemiologists recommended flattening the epidemic curve by effectively shutting down large segments of the economy, and many governments obliged.

It is tempting to leave research on COVID-19 to scientific experts such as epidemiologists, immunologists, and virologists. Political scientists cannot eradicate the virus or cure the disease. However, the impact of COVID-19 is ultimately determined by politics. As Thomas Hale observes, "COVID-19 attacks the human body, but it is largely the body politic that defends us against it."2 Why are some countries more vulnerable to

Editor's note: This article is part of an online supplemental issue on COVID-19 and international relations. The authors were invited by IO's editorial team and guest editor Michael C. Horowitz. The manuscript was reviewed based on written non-anonymous reviewer comments and during an online workshop. The revised manuscript was evaluated by the IO editorial team. We appreciate the support of Perry World House at the University of Pennsylvania for making this possible.

<sup>1.</sup> Callaway et al. 2020.

<sup>2.</sup> Thomas Hale, "An Immune System for the Body Politic: Using Social Science to Control COVID-19," Campaign Social Science, 8 July 2020, retrieved from <a href="https://campaignforsocialscience.org.uk/">https://campaignforsocialscience.org.uk/</a> news/an-immune-system-for-the-body-politic-using-social-science-to-control-COVID-19/>, accessed 9 September 2020.

major crises such as global pandemics? Why do some governments respond more quickly and aggressively? How do domestic and international institutions transform in response to major shocks? On these matters, political scientists are the relevant experts.

I will argue that the politics of COVID-19 is the politics of crisis. Crises compel leaders to make high-stakes decisions under conditions of threat, uncertainty, and time pressure. Crises are important because of their human consequences and their political repercussions. They are also likely to increase in frequency along with economic globalization and climate change. There is now well-developed scholarship on the politics of crises in specific issue areas such as finance,<sup>3</sup> energy, and natural disasters, and pandemics. The COVID-19 pandemic provides an impetus to unify these literatures and restore the politics of crisis as a central research agenda in international relations. Doing so will require combining theoretical insights from international political economy (IPE) and security studies, which bring different strengths and weaknesses to the enterprise. I will propose a framework for studying crisis politics and consider major puzzles surrounding causes, responses, and transformations.

## The Politics of Crisis and COVID-19

I define a crisis as a situation that threatens significant harm to a country's population or basic values and compels a political response under time pressure and uncertainty. The three elements of threat, urgency, and uncertainty are defining features of crises.<sup>8</sup> Among the most prominent examples are financial crises, energy price shocks, nuclear accidents, major natural disasters, terrorist attacks, and violent conflict. Pandemics such as COVID-19 also fall under the umbrella of crises.

In this section, I will develop a framework for theorizing about crises in international relations. I will begin by briefly reviewing how the politics of crisis came to be neglected in the field: IPE has increasingly focused on explaining routine, ongoing economic relationships, while international security focuses disproportionately on militarized crises at the expense of others. I will then draw contrasts between open economy politics—the dominant mode of theorizing in IPE—and

For example, see Leblang and Satyanath 2006; Leblang and Pandya 2009; Mosley and Singer 20091 Pauly 2009; Rosas 2009; Helleiner 2011; Katzenstein and Nelson 2013; Walter 2013; Pepinsky 2014; Copelovitch, Frieden, and Walter 2016; Lipscy 2018; Lipscy and Lee 2019; Copelovitch and Singer 2020.

See Ikenberry 1986; Ramsay 2011; Aklin and Urpelainen 2013; Hughes and Lipscy 2013; Hancock and Vivoda 2014; Finnegan et al. 2020; Hancock and Allison 2020.

<sup>5.</sup> See Brancati 2007; Cohen and Werker 2008; Reeves 2011; Aldrich 2012 and 2019; Hannigan 2012; Quiroz Flores and Smith 2013.

See Dionne 2010; Benton and Dionne 2015; Worsnop 2017 and 2019; Youde 2018.

To maintain consistency with prior work, I adapt this definition from the International Crisis Behavior data set while allowing for non-militarized crises (Brecher et al. 2020, 10; Brecher and Wilkenfeld 2000).

<sup>8.</sup> Boin et al. 2005, 5.

crisis politics. The core features of crises—threat, time pressure, and uncertainty—lead to patterns of interaction and decision-making distinct from those of routine economic flows. However, the degrees of threat, time pressure, and uncertainty vary across crises, within the same crisis by issue, and according to specific phases of a crisis. It is thus critical to consider variation in these factors and their potential consequences for political and economic outcomes.

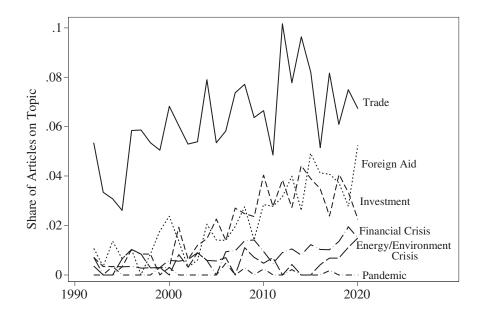
## Refocusing Attention on the Politics of Crisis

In recent years, the field of international relations has divided itself primarily into IPE and security. Crises that disrupt economic activity fall naturally under the umbrella of IPE. In fact, IPE was born out of global turbulence in the 1970s: early scholarship devoted considerable attention to the causes and consequences of economic and energy shocks. However, IPE has largely shifted its focus to routine, ongoing economic relationships in areas such as trade, investment, and foreign aid.

Figure 1 surveys top journals in political science, comparing articles published on several topics typically associated with open economy politics—trade, investment, and foreign aid—and the politics of crisis in several domains—finance, energy and the environment, and pandemics. The figure shows familiar trends: a subfield once dominated by trade has gradually turned attention to other economic flows such as investment and foreign aid. The 2008 global financial crisis elevated the study of financial crises from relative obscurity. Attention to energy and environmental crises has picked up more recently, thanks to concerns about climate change. However, the share of publications on both topics remains relatively low. There is very little work published on pandemics in top political science journals: only nine articles in the entire period from 1992–2020.

9. The field of IPE started with early works like Strange 1970 and 1971; Keohane and Nye 1972; Katzenstein 1978. Many early works explicitly dealt with economic and energy shocks, for example see Krasner 1976; Keohane 1984; Goldstein 1986; Gourevitch 1986; Ikenberry 1986; Strange 1986.

10. The figure was generated as follows: Using the Web of Science (app.webofknowledge.com), I searched for articles in the top ten political science journals according to Giles and Garand 2007, Table 4, Column 2, which ranks political science journals based on citation-rated-adjusted impact, weighted for the impact of the sending journal. The included journals were, in order of ranking: American Political Science Review, International Organization, World Politics, American Journal of Political Science, Journal of Conflict Resolution, International Studies Quarterly, International Security, International Interactions, European Journal of International Relations, and Journal of Politics. Book reviews were omitted. Articles were searched based on topic, that is, the relevant term appears in the title, abstract, or keywords of the article. The terms used were: [trade AND (foreign OR international)], [investment AND (foreign OR international)], [aid AND (foreign OR international)], [financial OR banking OR currency OR debt OR stock market) AND (crisis OR crises OR shock)], [[energy OR oil OR commodity OR climate OR environment) AND (crisis OR crises OR shock)], [pandemic OR epidemic OR virus]. The data starts in 1992 as before then abstracts were not available for topic search.



*Note*: The figure depicts the share of articles among top political science journals according to topic. Articles in international political economy have largely focused on routine economic flows such as trade, investment, and foreign aid. Articles on financial and energy/environmental crises have been increasing but remain scarce in comparison. There have been very few articles on pandemics.

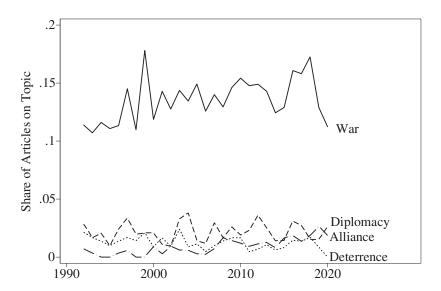
Source: Web of Science; see footnote 10 for details.

**FIGURE 1.** Share of articles in top political science journals by topic (1992–2020)

Security studies presents an intriguing contrast to IPE, as illustrated in Figure 2. The figure was generated using a procedure analogous to Figure 1, but instead focusing on topics that are prominent in security studies. <sup>11</sup> In contrast to IPE, which is dominated by the study of routine, ongoing economic interactions, security studies is dominated by war, or more broadly militarized conflict. War clearly satisfies the definition of a crisis, being characterized by significant material threat, time pressure, and uncertainty. Like other crises, major wars unsettle existing political relationships and often lead to fundamental transformations in domestic and international politics. <sup>12</sup> Even when security scholars study the routine conduct of international

<sup>11.</sup> See Footnote 10 for details about how this figure was generated. For Figure 2, the same procedure was followed as Figure 1, but the search phrases used were as follows: [war AND (foreign OR international)], [diplomacy AND (foreign OR international)], [alliance AND (foreign OR international)], [deterrence AND (foreign OR international)].

<sup>12.</sup> See Gilpin 1981; Scheve and Stasavage 2016.



*Note*: In contrast to IPE, articles in security studies are dominated by war, a militarized crisis. In comparison, there are fewer articles on the routine conduct of diplomacy, alliances, and deterrence.

Source: Web of Science; see footnote 11 for details.

**FIGURE 2.** Share of articles in top political science journals by topic, security topics (1992–2020)

relations – such as through diplomacy, alliances, or deterrence – it is often framed around obtaining or preventing advantages in militarized conflict. Despite calls for broader conceptualizations of security that move beyond traditional domains, <sup>13</sup> security studies scholars typically use "crisis" interchangeably with "military crisis." <sup>14</sup>

As the subfields have evolved in practice, IPE is the study of the mundane. International security is the study of war, an extraordinary event. Crises that trigger major economic upheavals—such as financial panics, energy and environmental shocks, and pandemics—have faced relative neglect: they are neither mundane nor

<sup>13.</sup> See Buzan, Wæver, and de Wilde 1998; McNamara 2015, Chapter 7.

<sup>14.</sup> This is illustrated by the coding rules for the International Crisis Behavior dataset, which defines an international crisis as an "event, act or situational change... which leads decision makers to perceive a threat to basic values, time pressure for response, and heightened probability of involvement in military hostilities (see Brecher et al. 2020, 10; Brecher and Wilkenfeld 2000)." Dropping the last condition expands the definition to encompass non-military crises like COVID-19. This is a useful starting point in moving beyond topic-specific studies in the direction of classifying and coding the universe of crises for empirical analysis.

militarized. Such crises are becoming more frequent due to factors such as globalization and climate change. <sup>15</sup> The COVID-19 pandemic presents a compelling rationale to place crisis politics front and center in the study of international relations.

#### Open Economy Politics and Crisis Politics

Since roughly the 1990s, IPE has been dominated by the open economy politics model, which aggregates up from individual preferences to institutions to international interaction. Using rationalist assumptions, open economy politics begins by deriving preferences from an individual or group's position in the international economy. Institutions aggregate these often-competing interests, determining which voices are weighed more heavily in policy outcomes. Finally, states bargain internationally based on aggregated preferences.<sup>16</sup>

Open economy politics has proven remarkably useful for theorizing the politics of routine, cross-border economic flows. However, critics argue that it has promoted an intellectual monoculture<sup>17</sup> and insularity<sup>18</sup> that neglect major changes taking place in world politics, such as increasing volatility in financial and energy markets.<sup>19</sup> Some have argued that theoretical and empirical rigor make IPE scholarship inaccessible.<sup>20</sup> This critique has faced compelling pushback: the field is unlikely to make progress by abandoning the scientific method or avoiding entire avenues of investigation.<sup>21</sup> However, the accumulation of rigorous, empirical work has raised nontrivial questions about the core microfoundations of open economy politics, including the assumption that individuals hold preferences consistent with their theorized economic self-interest,<sup>22</sup> the translation of individual preferences into policy,<sup>23</sup> and the exogeneity of domestic preferences to international interaction.<sup>24</sup>

These problems are magnified during a crisis. The defining features of crises—threat, time pressure, and uncertainty—create conditions under which the microfoundations of open economy politics are unlikely to hold. Table 1 presents a schema outlining the core assumptions of open economy politics and contrasts them to archetypical features of crisis politics. As I will discuss, many aspects of crises fall somewhere between the extremes, but it is useful to begin with a clear dichotomy.

- 15. Jones et al. 2008; Reinhart and Rogoff 2009; Rahmstorf and Coumou 2011.
- 16. See Frieden and Martin 2002; Lake 2009.
- 17. McNamara 2009.
- 18. Cohen 2017.
- 19. Keohane 2009.
- 20. Cohen 2017.
- 21. Chaudoin and Milner 2017.
- 22. See Hainmueller and Hiscox 2006; Mansfield and Mutz 2009; Rho and Tomz 2017; Oatley 2017; Mutz and Kim 2017. Also see limitations of open economy politics in explaining Brexit by Owen and Walter 2017.
  - 23. Hertel-Fernandez, Mildenberger, and Stokes 2019.
  - 24. See Oatley 2011; Bauerle Danzman; Winecoff and Oatley 2017.

https://doi.org/10.1017/50020818320000375

TABLE 1. Open economy politics and crisis politics: archetypes

Open Economy Politics	 Crisis Politics
<ul> <li>Strong distributive preferences</li> <li>Routine, ongoing interactions</li> <li>Established institutions</li> <li>Limited role of leaders</li> <li>Endogenous international outcomes</li> </ul>	<ul> <li>Weak distributive preferences</li> <li>Abrupt, infrequent interactions</li> <li>Ad hoc arrangements</li> <li>Central role of leaders</li> <li>Exogenous international outcomes</li> </ul>

A foundational assumption of open economy politics is the presence of clear preferences derived from an individual actor's position in the world economy. These preferences lead to distributive conflict over policy choices: for example, import-competing firms prefer high trade barriers, while export-oriented firms prefer the opposite. Open economy politics typically models contestation over routine, ongoing economic interactions in areas like trade, investment, and aid. In contrast, crises are abrupt, infrequent events, and distributive conflict based on economic preferences tends to be less salient due to the uncertainty, time pressure, and threat associated with crises. Because crises are infrequent and often involve novel challenges and policy responses, they can create fundamental uncertainty about what government action will produce the greatest utility, even for specific individuals. Furthermore, time pressure compels a significant government response before individuals sort out this uncertainty and formulate a clear set of preferences. The presence of a potentially devastating threat raises concerns about personal and national survival, which can outweigh the utility individuals place on distributive economic outcomes.

Open economy politics also assumes that interest aggregation occurs in a predictable manner through established institutions, such as rules governing legislation, lobbying, or the selection of politicians. The framework generally minimizes the role of political leaders, except insofar as they are concerned about political survival and hence influenced by individual preferences and their aggregation. The core features of crises make these assumptions problematic. Existential national threats raise the stakes for leaders and magnify their role in crisis management. The uncertainty and time pressure associated with crises often compel reliance on ad hoc mechanisms such as impromptu working groups and emergency orders, which allow for rapid decision-making and override constraints from established institutions.<sup>26</sup> Crises thus tend to magnify the influence of leaders over policy outcomes while diminishing the role of established institutions.

Finally, open economy politics assumes that international outcomes are endogenous to domestic processes: national objectives at the international level are

<sup>25.</sup> Milner 1999.

<sup>26.</sup> Stasavage 2020.

determined by domestic preferences and institutions. However, many crises originate from other countries and propagate directly or indirectly through the actions of foreign actors. Choices by foreign actors and international macro processes are often important triggers for crises, and crises can fundamentally reshape domestic preferences and institutions. Theorizing from the ground up from preferences to institutions to international interaction can be highly problematic under these conditions, in which the causal arrow points in the opposite direction.<sup>27</sup>

As an example of how scholars theorize crisis politics outside of IPE, consider the crisis bargaining literature in security studies.<sup>28</sup> As the terminology implies, crisis bargaining concerns the decision-making of leaders under threat, urgency, and uncertainty. Insofar as domestic politics comes into play, the focus is primarily on valence: did the political leader secure a favorable outcome for the country as a whole? Did the leader damage the country's honor or reputation? Did the leader publicly commit to a position and then back down? Crises with significant economic consequences raise analogous questions: was the crisis resolved successfully? Was response to the crisis managed competently compared to other countries? Were the leader's public statements consistent with the government's actions?

The crisis bargaining literature does not typically assume domestic actors have well-defined economic preferences over distributive outcomes. It is not that distributive conflict is absent. One could stipulate a crisis bargaining game by starting from domestic conflict between those who prefer escalation based on their economic utility (such as arms producers) and those who are economically exposed (such as industries located in border areas). The implicit assumption is that decision-making under crisis is not fundamentally about this sort of distributive economic conflict, but about leaders making high-stakes decisions concerning fundamental national interests.

These are also reasonable assumptions when considering the politics of COVID-19. Pandemic policy response involves significant tradeoffs, such as curtailing economic activity to save lives. However, the unsettled science and conflicting information about COVID-19 meant critical decisions were made before individuals had a clear sense of their preferences: for example, parents could not easily judge whether it was in their economic self-interest to close schools to prevent infection or open schools to enable work. Leaders frequently relied on ad hoc mechanisms such as task forces, working groups, and emergency declarations to sidestep established institutions and make rapid, extraordinary decisions. The pandemic was defined by international contagion and the disruption of domestic political processes by an externally originated threat. COVID response came to be seen broadly in terms of national success or failure, with case and death statistics playing the role of national performance indicators despite their limitations and susceptibility to manipulation. In short, the politics of COVID-19 is best understood as the politics of crisis.

<sup>27.</sup> Bauerle Danzman, Winecoff, and Oatley 2017.

<sup>28.</sup> Among others, see Powell 1987; Morrow 1989; Fearon 1994; Schultz 1999; Weeks 2008; Trager and Vavreck 2011; Debs and Weiss 2014.

varianoi

Variation in Threat, Uncertainty, and Time Pressure Across and Within Crises

Although Table 1 dichotomizes open economy politics and crisis politics for illustrative purposes, there is a continuum between the extremes. Not all crises neatly occupy the right-hand side of the table. It is thus crucial to consider how attributes of specific crises violate the standard assumptions of open economy politics, and how these violations influence political and economic outcomes. There are three principal sources of variation.

First, threat, uncertainty, and time pressure can vary both across crises and over time during a single crisis. A major, unprecedented crisis triggered by contagion will approximate the right-hand side of Table 1, while prolonged or repeated crises of a similar nature can become routinized and begin to resemble the left-hand side. For example, the early phases of the COVID-19 pandemic were characterized by a life-threatening, rapidly propagating threat and pervasive uncertainty over basic questions such as the nature of the virus and efficacy of response measures. This compelled leaders to respond quickly using ad hoc mechanisms and made it difficult for individuals to form preferences over policy responses. On the other hand, financial crises in countries such as Mexico and Argentina recur with sufficient frequency that uncertainty and perceived threat may be mitigated. Climate change is characterized by significant threat and uncertainty, but the most serious consequences are not immediate, reducing time pressure: political contestation thus often revolves around attempts to generate time pressure around salient natural disasters and commitments to deadlines.

Second, within a single crisis, there can be variation in uncertainty and time pressure according to specific policy issues and response measures. During the COVID-19 pandemic, there was considerable uncertainty over the preferability and urgency of school, business, and border closures, which hinged on how the virus is transmitted and the vulnerability of specific populations. However, there was greater clarity about the consequences of financial support for unemployed workers and lower policy interest rates. New policies—such as the introduction of quantitative easing by Japanese financial authorities in 2001—will tend to introduce greater uncertainty compared to familiar policy measures. Time pressure will be intense for policies that directly address the root causes of an ongoing crisis—such as attempts to forestall a nuclear meltdown—but can be less severe for measures to manage the consequences, such as economic support schemes and reconstruction plans. Policy responses subject to less urgency and uncertainty are more likely to fall under established patterns of distributive politics and institutional aggregation.

Third, the following sections outline core puzzles related to the causes of crises, crisis response, and the transformational effects of crises. Each of these aspects is associated with distinct patterns of threat, uncertainty, and time pressure. Open economy politics can be useful for examining the aspects of crises where conditions align with the framework's core assumptions. However, a different approach is needed to understand some of the defining features of crises that occupy the right-hand side of Table 1. In the following sections, I develop this approach by

drawing on existing scholarship on crises in a variety of domains and through application to the politics of COVID-19.

#### Causes of Crises

The first, basic puzzle of crises is why governments allow them to happen. For political leaders, crises come with significant costs and few benefits. Retrospective reports frequently reveal that governments failed to implement cost-effective preventative measures that could have forestalled or mitigated a crisis.<sup>29</sup> International security scholars have developed a large literature around the inefficiency of war puzzle, which asks why leaders engage in war when diplomacy could achieve the same outcome without the cost of fighting.30 It is useful to analogously begin with a "crisis inefficiency" puzzle: why do governments face costly crises rather than adopting adequate preventative measures?

The causes of crises can be broadly separated into factors exogenous and endogenous to politics. Crises are often triggered by events that politicians do not directly control, such as a natural disaster, asset price collapse, or the mutation of a new virus. However, once an exogenous event occurs, ex ante and ex post political decisions determine the consequences for society. Not all exogenous shocks trigger crises. COVID-19 appears to be less lethal and less contagious than Ebola or SARS.<sup>31</sup> However, it has spread far more broadly and claimed many more victims. Although this may be due in part to non-political factors, there have also been glaring preventative failures among major actors such as the governments of China and the United States and the World Health Organization.<sup>32</sup>

Why do some governments fail to implement policies to prevent crises or mitigate their potential consequences? Open economy politics offers important insights. A classic answer is divergent preferences between organized interest groups and the general public. Diffuse voters face greater barriers to collective action than organized interest groups, and this imbalance can be further exacerbated in certain institutional settings. For example, while aggressive regulation can forestall banking crises, benefiting society at large, it reduces the profitability of financial institutions. Hence, political institutions such as proportional representation, which elevate the relative influence of organized interest groups, can lead to less prudential

<sup>29.</sup> See Kean and Hamilton 2004; Independent Investigation Commission on the Fukushima Nuclear Accident 2014.

<sup>30.</sup> Fearon 1995.

Callaway et al. 2020.

<sup>32.</sup> Diana Fu, "China Has a Playbook for Managing Coronavirus Chaos," Foreign Policy, 5 May 2020, retrieved from <a href="https://foreignpolicy.com/2020/05/05/china-coronavirus-chaos-playbook-stability">https://foreignpolicy.com/2020/05/05/china-coronavirus-chaos-playbook-stability</a>, accessed 9 September 2020; Thomas R. Pickering and Atman M. Trivedi, "The International Order Didn't Fail the Pandemic Alone," Foreign Affairs, 14 May 2020, retrieved from <a href="https://www.foreignaffairs.com/articles/">https://www.foreignaffairs.com/articles/</a> world/2020-05-14/international-order-didnt-fail-pandemic-alone>, accessed 9 September 2020.

regulation.<sup>33</sup> Regulatory capture in nuclear energy follows a similar logic: utility companies effectively socialize the cost of disasters by underinvesting in accident prevention.<sup>34</sup> Natural disasters related to climate change are analogous, pitting the broader interests of society against businesses and workers tied to fossil fuels.<sup>35</sup> However, this distributive logic is less convincing for preventative measures—such as public infrastructure investments to mitigate natural disasters or pandemic surveillance—that impose no obvious costs on organized groups. Two features of crises—ex ante uncertainty and international contagion—are also important potential sources of preventative failure.

## Uncertainty as an Impediment to Crisis Prevention

Preparation for a crisis occurs under normal conditions without heightened threat or time pressure. This means some of the standard assumptions of open economy politics are largely plausible for explaining variation in prevention: distributive conflict can be an important impediment, and decision-making tends to occur through established institutional mechanisms. However, one of the core characteristics of crises—uncertainty—is particularly heightened before a crisis occurs. The infrequency of crises contributes to pervasive uncertainty ex ante: not only are the characteristics and consequences of future crises unknown, but it is also difficult to ascertain their likelihood and relative frequency. Heightened uncertainty can decrease the likelihood of successful preventative policies.

The infrequency of crises can skew preferences and make voters and policymakers less likely to invest in preventative measures. Assessments of low-probability, high-consequence events are notoriously subject to psychological biases.<sup>36</sup> Major natural disasters can follow cycles far longer than the human lifespan.<sup>37</sup> Though voters may express opinions about crisis prevention if pressed, they are unlikely to give the topic much thought except when a crisis actually occurs. Furthermore, politicians may not have sufficiently long time horizons to internalize the costs of crises.<sup>38</sup>

These biases are further compounded by the fact that the benefits of prevention are often invisible: either there is no crisis, or a crisis is successfully forestalled. Even when prevention is in their economic self-interest, voters tend to disproportionately reward politicians for visible crisis response rather than for invisible preventative measures.<sup>39</sup> This suggests that empowering voters is insufficient to facilitate adequate crisis prevention. Other mechanisms—such as delegation of authority to insulated bureaucracies with clear mandates and longer time horizons—may be necessary to

- 33. Rosenbluth and Schaap 2003.
- Koppenborg 2019.
- 35. See Stokes 2020; Mildenberger 2020.
- 36. See Tversky and Kahneman 1983; Kunreuther, Novemsky, and Kahneman 2001.
- 37. Ishigaki et al. 2013.
- 38. Dionne 2010.
- 39. Healy and Malhotra 2009.

https://doi.org/10.1017/50020818320000375 40. Meckling and Nahm 2018.

41. Copelovitch and Singer 2020.

42. Calomiris and Haber 2014.

43. Ostrom 1999.

44. See Aldrich 2012 and 2019.

45. Lipscy, Kushida, and Incerti 2013.

46. See Cheng, Li, and Yang 2020; Peck 2020.

counterbalance the biases of voters and policymakers.<sup>40</sup> However, this raises additional questions about why some governments are willing and able to delegate such authority.

The lack of direct attention to crisis prevention from policymakers and voters means vulnerability is often influenced by spillover effects from institutional choices and policy outcomes in other domains. For example, financial crises are more likely in countries with well-developed securities markets, which makes banks more prone to risk-taking with foreign capital.<sup>41</sup> Policies that supported small, decentralized banks in the United States led to less diversification and more frequent crises than in Canada, which developed a nationwide branch banking system.<sup>42</sup> For COVID-19, a plausible source of such spillover is variation in the strength of civil society. COVID-19 prevention at the individual level has features of a classic collective action problem: precautionary measures involve personal costs, but the benefits are diffuse for many in society. For young, healthy people with no medical risk factors, actions like wearing a mask, closing their business, or following social distancing rules are personally costly to varying degrees, but the direct personal benefit is small. This is especially true if the rest of society diligently follows precautionary measures and limits contagion. An important potential source of non-policy variation is then whether societies can achieve cooperative behavior without coercive government intervention.<sup>43</sup> This is in turn influenced by the strength of civil society and social capital, which are also important factors in the resilience of local communities to natural disasters.44

Experience and knowledge of prior crises can reduce uncertainty and increase salience among policymakers and voters, facilitating preventative policies. Variation in prior experiences is often idiosyncratic and country specific. For example, nuclear regulators in the United States and France required waterproofing of emergency backup generators after vulnerabilities were revealed during 9/11 and the 1999 flooding of the Blayais nuclear plant. Japan, which had not experienced prior flooding, forwent waterproofing, contributing to tsunami inundation and the core meltdown at the Fukushima Daiichi plant in 2011.<sup>45</sup> Similarly, countries with prior experience with coronavirus diseases such as SARS and Middle East Respiratory Syndrome (MERS) appear to have implemented more effective preventative measures prior to the COVID-19 pandemic. 46 An important question is how lessons learned from foreign crises spread: when are lessons and responses confined to national borders, and when do they spread more widely? What kind of cooperation is needed to facilitate diffusion? When are voters willing to support prevention based on crises in faraway lands?

## Preventing Contagion Through International Cooperation

International contagion is an increasingly salient cause of crises, and its management is an important aspect of crisis prevention. The globalization of economic ties, the movement of people, and information transmission means a crisis that occurs in one country can quickly explode into a global crisis with far-reaching consequences. Countries more open to globalization, such as democracies, may be more susceptible to experiencing crises through contagion.<sup>47</sup> Many countries faced sharp economic contractions during the 2008 financial crisis despite limited direct exposure to the US housing bubble. Similarly, COVID-19 emerged in China but led to a far greater number of deaths in other countries. The global nature of contemporary crises necessitates renewed attention to systemic sources of instability, a topic that open economy politics tends to neglect due to its bottom-up theorizing.<sup>48</sup>

International cooperation can play a significant role in overcoming collective action problems that contribute to underinvestment in international crisis prevention. Early theorizing on the politics of global stability emphasized the role of a hegemon, a preponderant state that provides global public goods such as lender-of-last-resort lending.<sup>49</sup> Although predictions of US hegemonic decline have repeatedly proven premature,50 hegemonic stability theory fell out of fashion as scholars questioned its core assumptions, and as institutionalized cooperation—what became known as neoliberal institutionalism—appeared to present a robust alternative.<sup>51</sup> Recent developments suggest a revisiting of this debate.

First, institutionalized cooperation has itself become an arena of intense contestation, with the proliferation of competing institutions and withdrawal of core members such as the United States and United Kingdom. Institutional renegotiation and exit are not new and can have beneficial effects on global governance.<sup>52</sup> However, contestation can also hamper crisis prevention by paralyzing institutions or facilitating the proliferation of duplicative, uncoordinated international organizations.<sup>53</sup> The pernicious consequences of contested multilateralism were illustrated during the COVID pandemic by US-China tussling over the WHO, which undermined the credibility of the institution at a critical moment.<sup>54</sup>

Second, hegemonic stability theory and neoliberal institutionalism rest on rationalist assumptions. The tone in IPE was set early on when Stephen Krasner made

- 47. Lipscy 2018.
- 48. Bauerle Danzman, Winecoff, and Oatley 2017.
- 49. See Kindleberger 1973; Krasner 1976; Keohane 1980.
- See Strange 1987; Norrlof 2010.
- See Keohane 1984; Snidal 1985.
- 52. See Morse and Keohane 2014; Lipscy 2015; Lipscy 2017; Zangl et al. 2016; von Borzyskowski and Vabulas 2019.
  - Alter and Raustiala 2018.
- 54. See Joshua Busby, "What International Relations Tells Us About COVID-19," E-International Relations, 26 April 2020, retrieved from <a href="https://www.e-ir.info/2020/04/26/what-international-relations-">https://www.e-ir.info/2020/04/26/what-international-relations-</a> tells-us-about-COVID-19/>, accessed 9 September 2020.; Busby 2020; Johnson forthcoming.

the case for structural explanations by asserting, "Stupidity is not a very interesting analytic category."<sup>55</sup> The Trump administration raises serious questions about this foundational assumption. Stupidity can be magnified and weaponized by structural conditions. A foolish hegemon is itself a source of global instability. We may thus posit a theory of hegemonic stupidity: the international system becomes unstable and prone to crisis when the hegemon is stupid or erratic. One hopes this theory remains difficult to test empirically.

## Response to Crises

Once a crisis has started, a central question is how quickly and effectively a government can terminate it. This is perhaps the sharpest distinction between crises and dominant topics in IPE such as trade, investment, and aid, where there is a normative case and assumed desirability for the economic relationship. To put it bluntly, a crisis is a bad situation. A good crisis is a crisis that is over. What prevents governments from ending crises quickly once they start?

Existing work in open economy politics tends to focus on distributive conflict and short time horizons as an impediment to crisis resolution. Macroeconomic adjustments can be delayed by distributive concerns and aversion toward costs that need to be imposed on specific actors. Concentrated interest groups may lobby in favor of policy measures that prolong resolution and impose greater costs on society. The use of regulatory forbearance in banking crises is a good example. Photh bank and government leaders may prefer to suspend accounting rules in order to postpone a reckoning, even if forbearance magnifies the burden of bad debt for their successors and the public. Hence, an important source of variation in crisis response is how institutions aggregate the interests of organized interest groups and voters. For example, democratic institutions empower voters and reduce the use of public funds to bail out banks.

Distributive conflict and institutional biases are useful for explaining some important aspects of crisis response. However, it is also critical to consider the core features of crises—uncertainty, time pressure, and threat—along with how these factors elevate the role of leaders and ad hoc decision-making compared to ordinary times.

## Uncertainty and First-Mover Disadvantage

Uncertainty is an important source of variation in crisis response. Uncertainty is particularly heightened when governments confront a new or unfamiliar form of crisis. In such cases, the lines of distributive conflict become less clear, reducing the role

<sup>55.</sup> Krasner 1976, 316; special thanks to Ken Schultz for reminding me of the reference.

<sup>56.</sup> Walter 2013.

<sup>57.</sup> Amyx 2006.

<sup>58.</sup> Rosas 2006.

organized interest groups play in prolonging crises. However, uncertainty itself can emerge as an important impediment to effective crisis resolution.

Responding to a novel or unfamiliar crisis forces policymakers to go through a messy process of experimentation, discovery, and potentially repeated policy failure. This can be a time-consuming process that prolongs a crisis and increases its severity. In contrast, policymakers responding to a similar crisis later can quickly implement successful policies discovered during earlier episodes. Oil price shocks are a good example of how familiarity facilitates more effective crisis response. In 1973, oil had become a resource vital to economic and military security, making sharp price increases an unprecedented, disruptive shock. Uncertainty about the duration of the price hike, the effectiveness of various policy measures, and the feasibility of alternative energy sources led to disorderly responses across industrialized countries. In contrast, government responses to oil price increases in the mid-2000s were far less chaotic, following a well-established playbook developed after the 1970s.

This variation in uncertainty and familiarity can create a "first-mover disadvantage" in crisis response. For example, when its 1990s financial crisis revealed the limitations of conventional monetary policy, Japanese financial authorities developed and carefully tested novel measures such as zero interest rates and quantitative easing over the course of a decade. During the 2008 crisis, central banks in other countries adapted these measures immediately and with little hesitation.<sup>59</sup>

First-mover disadvantage is also a plausible feature of pandemic response. Epidemics such as Ebola, SARS, and MERS often inflict heavy casualties in countries where the virus originates, while countries afflicted later manage to keep the disease contained. Like COVID-19, SARS originated in China. However, most cases and deaths occurred in mainland China and Hong Kong, while the virus had a limited impact in countries experiencing outbreaks later. Coordination among global health authorities under the Global Outbreak Alert and Response of the WHO enabled later-moving countries such Singapore, and the United States to quickly recognize SARS cases. These countries were thus able to respond effectively by implementing quarantines and contact tracing.60

One intriguing feature of COVID-19 is that first-mover disadvantage has not applied: early-movers like China, South Korea, and Japan appear to have responded more effectively than later-moving countries like the United States and Brazil. Although this may be partly attributable to non-political factors like the nature of the SARS-CoV-2 virus, shortcomings in information-sharing, learning, and international cooperation are also plausible reasons for the underperformance of late movers.

Lipscy and Takinami 2013.

<sup>60.</sup> Knobler et al. 2004.

## Time Pressure and Constraints

Time pressure is a defining characteristic of crises, and speed is an important element of crisis response: the severity of a crisis is often determined by how quickly governments react. Countries that responded quickly and aggressively to their first cases of COVID-19 appeared to experience less serious outbreaks.<sup>61</sup> Hence, it is important to consider constraints that may slow government reaction. A common claim is that democratic governments face obstacles to rapid response due to separations of power, veto players, and other institutional constraints. 62 However, the crisis bargaining literature has demonstrated that constraints can also be an important source of democratic advantage, for example by enabling credible commitment. Although credible commitment has less direct relevance for non-militarized crises,63 there are other ways in which constraints may create counterintuitive advantages.

For example, when Japan confronted COVID-19, policymakers realized early on that the country's constitution provided no legal authority to restrict personal mobility except on a voluntary basis.<sup>64</sup> This foreclosed the use of draconian lockdowns adopted in other countries. Japan faced additional constraints in testing capacity and administrative mechanisms to coordinate pandemic response. However, knowledge of these constraints compelled the government to act quickly and enlist epidemiologists to devise solutions, leading to an approach focusing on high-risk situations for contagion: the three Cs of closed spaces with poor ventilation, crowded places, and close-contact settings. 65 This approach was supplemented with the distribution of cloth masks and an early emphasis on contact tracing to limit super-spreader events. Institutional constraints compelled Japan to develop an approach that placed relatively few restrictions on individual liberties and economic activity.

Under what conditions are democratic constraints a source of weakness, and when can they become a source of strength? The Japanese case suggests we need to think carefully about the nuances of political constraints, particularly who is constrained from doing what. With large Diet majorities, the Abe government faced few legislative constraints, but constitutional restrictions and local government authority over important aspects of pandemic response (such as business closure and testing) compelled a search for distinctive solutions.

<sup>61.</sup> Thomas Hale et al. "Global Assessment of the Relationship between Government Response Measures and COVID-19 Deaths," medRxiv, 6 July 2020, Retrieved from <a href="https://www.medrxiv.org/">https://www.medrxiv.org/</a> content/10.1101/2020.07.04.20145334v1>, accessed 9 September 2020.

Stasavage 2020.

<sup>63.</sup> Though see Rosas 2009.

<sup>64.</sup> See Iida 2020; Keiko Hashimoto, "Shingata Corona no Kyoyo Risk, Shakaiteki Consensus Wo, Oshitani Kyoju," M3, 21 August 2020, retrieved from https://www.m3.com/open/iryoIshin/article/ 813371/8-21-2020>, accessed 9 September 2020.

<sup>65. &</sup>quot;Shingata Coronavirus Kansen Kakudai Soshi: Saizensen kara no Hokoku," NHK, 15 April 2020, retrieved from <a href="https://www.nhk.or.jp/special/plus/articles/20200414/index.html">https://www.nhk.or.jp/special/plus/articles/20200414/index.html</a>, accessed 6 September 2020.

When empirically evaluating variation in the speed of policy response to COVID-19, there is a potential endogeneity problem related to the detection of the first case. Countries like Japan and South Korea, which responded relatively early, were also among the first countries to record cases outside of China. To further complicate things, the detection of the first case is itself likely endogenous to government policies such as surveillance or the quality of healthcare: antibody tests suggest the virus may have spread globally by December 2019.66 Thus, to accurately assess the speed of government response, we need at least three variables: the timing of the first actual COVID case, the timing of the first detected case, and the timing of the first government response. While the latter two are readily observable, the first remains uncertain in many countries.

## Perceptions of Threat and Their Manipulation

Crisis response can be affected by variations in perceptions of threat. Beliefs and ideas about threat shape whether voters and policymakers perceive an exogenous shock as one demanding an urgent government response. The COVID-19 pandemic is not unique in causing significant casualties—Malaria and AIDS routinely claim hundreds of thousands of victims every year.<sup>67</sup> However, COVID-19 stands out for heavily afflicting citizens of advanced industrialized democracies in North America and Europe. Thanks to medical advances, citizens of these countries were largely spared from severe epidemics during their lifetimes. This may have contributed to a form of casualty aversion: epidemic deaths in the contemporary West are more likely to be perceived as preventable policy outcomes demanding an immediate government response, much like war casualties. Furthermore, the elevation of COVID-19 to a *global* crisis likely owes something to the high concentration of early casualties in Western states, reflecting implicit judgements about the relative importance of states and populations in the international system.<sup>68</sup>

Policymakers sometimes seek to manipulate beliefs about perceived threat to resolve crises. The Trump administration sought to downplay the severity of COVID-19 by comparing it to seasonal influenza and allegedly calculated that Americans would grow numb to the escalating death toll.<sup>69</sup> Crisis prevention through pretense is not completely ludicrous: some crises have self-fulfilling

<sup>66. &</sup>quot;Coronavirus was already in Italy by December, waste water study finds," BBC, 19 June 2020, retrieved from <a href="https://www.bbc.com/news/world-europe-53106444">https://www.bbc.com/news/world-europe-53106444</a>, accessed 9 September 2020.

<sup>67.</sup> WHO 2020, "Malaria: Key Facts," retrieved from <a href="https://www.who.int/news-room/fact-sheets/">https://www.who.int/news-room/fact-sheets/</a> detail/malaria>, accessed 12 August 2020.

<sup>68.</sup> Barnett forthcoming. See also Kelebogile Zvobgo and Meredith Loken, "Why Race Matters in International Relations," Foreign Policy, 19 June 2020, retrieved from <a href="https://foreignpolicy.com/2020/">https://foreignpolicy.com/2020/</a> 06/19/why-race-matters-international-relations-ir/>, accessed 9 September 2020.

<sup>69.</sup> Yasmeen Abutaleb and Josh Dawsey, "Trump and Biden campaigns shift focus to coronavirus as pandemic surges," The Washington Post, 6 July 2020, <a href="https://www.washingtonpost.com/politics/trump-pandemic surges">https://www.washingtonpost.com/politics/trump-pandemic surges</a>," The Washington Post, 6 July 2020, <a href="https://www.washingtonpost.com/politics/trump-pandemic surges">https://www.washingtonpost.com/politics/trump-pandemic surges</a>," The Washington Post, 6 July 2020, <a href="https://www.washingtonpost.com/politics/trump-pandemic surges">https://www.washingtonpost.com/politics/trump-pandemic surges</a>, and the surgest sur and-biden-campaigns-shift-focus-to-coronavirus-as-pandemic-surges/2020/07/06/53a4ec50-bd62-11ea-80b9-40ece9a701dc\_story.html>, accessed 9 September 2020.

dynamics, such as runs on banks or currencies. O A bank run can be forestalled by convincing enough deposit holders that there is no bank run. Unfortunately, this is not how a pandemic works: inaction fuels greater contagion. Some crises reflect an underlying fundamental threat that cannot be wished away, whether it be a pathogen or widespread insolvency.

## Leadership and Ad Hoc Decision-making

The threat, uncertainty, and urgency associated with crises tends to magnify the role of leaders, giving them leeway to make decisions with wide-ranging consequences.<sup>71</sup> Some of the most exciting theoretical and empirical developments in international security in recent years have concerned the role of leaders and psychology in foreign policymaking.<sup>72</sup> This is an area where IPE lags behind, with its longrunning emphasis on structural determinants of outcomes.<sup>73</sup> It is an area ripe for cross-fertilization. COVID-19 reinforces the point: leaders like Donald Trump and Jair Bolsonaro made a variety of consequential decisions on what can only be described as a whim. Government response also appears to follow a predictable fear-apathy cycle seen in other pandemics.<sup>74</sup>

Crises often compel leaders to make rapid decisions by relying on ad hoc mechanisms. This can magnify bureaucratic and organizational pathologies that stymie effective response. The 2011 Fukushima nuclear disaster was exacerbated by pervasive miscommunication and buck-passing among political leaders, bureaucratic regulators, and Tokyo Electric Power Company. 75 However, autonomous bureaucracies with clear mandates can also become a source of rapid response. In crises in 2008 and 2020 the US Federal Reserve used its independent authority to react quickly and massively, calming financial markets and forestalling international contagion. <sup>76</sup> Although the COVID pandemic generated significant uncertainty, the macroeconomic consequences were both relatively predictable and within the scope of the Fed's

Diamond and Dybvig 1983.

<sup>71.</sup> Boin et al. 2005.

<sup>72.</sup> See Saunders 2011; Yarhi-Milo 2014; Horowitz, Stam, and Ellis 2015; Kertzer 2016. For earlier work in a similar vein, see Jervis 1976; Jervis, Lebow, and Stein 1985.

Kertzer and Tingley 2018.

<sup>74.</sup> See Sofia Fenner, "State, Regime, and Society in COVID-19 Response: Establishing Baseline Expectations, Duck of Minerva (blog), 17 March 2020, retrieved from <a href="https://duckofminerva.com/">https://duckofminerva.com/</a> 2020/03/state-regime-government-and-society-in-COVID-19-response-establishing-baseline-expectations. html>, accessed 24 June 2020; Ashley Fox, "Revisiting the Fear-Apathy Cycle in Global Health in Light of COVID-19," Duck of Minerva (blog), 29 May 2020, retrieved from <a href="https://duckofminerva.com/2020/05/">https://duckofminerva.com/2020/05/</a> revisiting-the-fear-apathy-cycle-in-global-health-in-light-of-COVID-19.html#more-39598>, accessed 9 September 2020.

Kushida 2014.

<sup>76.</sup> Daniel McDowell, Aditi Sahasrabuddhe. and W Kindred Winecoff. "The Fed's Using All Its Emergency Tools to Prevent Economic Disaster. Here Are 4 Things to Know," Monkey Cage (blog), the Washington Post, 18 March 2020, retrieved from <a href="https://www.washingtonpost.com/politics/2020/">https://www.washingtonpost.com/politics/2020/</a> 03/18/feds-using-all-its-emergency-tools-prevent-economic-disaster-here-are-4-things-know/>, accessed 19 August 2020.

mandate. This illustrates how uncertainty and relative certainty often coexist within the same crisis, with important consequences for policy outcomes.

#### Transformation of Political and Economic Interactions

Crises can create opportunities for long-lasting, transformational change, leading to alterations in patterns of political and economic interaction that would have been otherwise unlikely.<sup>77</sup> Crises can magnify the long-term consequences of policy decisions and embed new ideas in institutions. 78 The role of critical junctures such as major wars is well recognized in the study of global order.<sup>79</sup> Crises can also play an important role in enabling energy system transformations and radical decarbonization to address global climate change. 80 Yet not all crises are associated with transformational change. Even in response to the same exogenous shock, some countries pursue sweeping changes while others cling to the status quo. Under what conditions do crises facilitate transformational change, and when do they result in statis?

Open economy politics adopts a partial equilibrium approach based on theoretically derived economic preferences.<sup>81</sup> The approach is thus not designed to explain transformational change, which is by its nature the disruption of equilibrium. Transformational change during crises is best understood as the alteration of the basic building blocks of open economy politics—preferences, institutions, and international interaction—in a shift from one equilibrium to another. For example, government initiatives to promote new industries during crises can become selfreinforcing through the emergence of new interest groups, such as renewable energy producers after the 1970s oil shocks.<sup>82</sup> During the Great Depression, the US Reciprocal Trade Agreements Act of 1933 not only empowered exporters but also shifted industry preferences in favor of exports by dramatically increasing access to foreign markets, creating a new equilibrium around trade liberalization.83

#### Crisis Characteristics and Transformational Change

Transformation hinges in part on the degree of threat, uncertainty, and time pressure associated with a crisis. In crises approximating the right-hand side of Table 1, leaders

<sup>77.</sup> This notion of transformational change is adapted from Drezner, 2020.

<sup>78.</sup> See Thelen 1999; Pierson 2000; Blyth 2002; Fioretos 2011; Johnson 2019.

<sup>79.</sup> See Krasner 1976; Gilpin 1981; Ikenberry 2000.

<sup>80.</sup> See Aklin and Urpelainen 2013; Jessica Green, Thomas Hale, and Jeff D. Colgan, "The Existential Politics of Climate Change," Global Policy, 21 February 2019, retrieved from <a href="https://www.globalpolicyjournal.com/blog/21/02/2019/existential-politics-climate-change>, accessed 9 September 2020; Stokes 2020; Mildenberger 2020.

<sup>81.</sup> Lake 2009.

Aklin and Urpelainen 2013.

<sup>83.</sup> Bailey, Goldstein, and Weingast 1997.

have significant leeway to implement major policy changes unencumbered by established institutional constraints. Ad hoc decision-making magnifies the ability of policymakers to pursue preferred objectives under the pretext of crisis response.<sup>84</sup> In crises or aspects of crises characterized by less severe threat and time pressure, it is more difficult for leaders to justify sweeping changes that bypass established institutions and procedures. Similarly, greater certainty about the consequences of proposed policy changes will increase the likelihood of resistance from entrenched actors seeking to avoid adverse consequences.

Some crises present a clear impetus for institutional creation or change. The shock of the 1957 Sputnik launch led to institutions such as the National Aeronautics and Space Administration (NASA) and The Twelve-Country Study, the first international education assessment.<sup>85</sup> The visible demonstration of scientific advancement by the USSR created a clear rationale for Western investments in science and technology. On the other hand, reaching consensus on transformative solutions can be more difficult in the case of multifaceted challenges—such as addressing natural disasters caused by climate change—that necessitate the cooperation of diverse actors.

Transformation also depends on whether a crisis exposes clear shortcomings in existing institutional arrangements. A widespread perception that balance of power failed in the leadup to World War I engendered initiatives such as the League of Nations and the Kellogg-Briand Pact.<sup>86</sup> The 2011 Fukushima nuclear disaster exposed flaws of Japan's "nuclear village" -- cozy ties between nuclear regulators and utilities—and led to the creation of the independent Nuclear Regulation Authority.87 On the other hand, perceptions that the "system worked" in 2008 by forestalling another Great Depression may have hampered international institutional reforms.<sup>88</sup>

Holding crisis characteristics constant, a country's existing political institutions can contribute to variation in transformational change. Exogenous events that create a similar disruption for many countries—such as commodity price shocks in globalized markets—provide opportunities to empirically evaluate variation across political contexts. For example, during the 1970s oil shocks, proportional representation and corporatism may have facilitated energy system transformations by making politicians less sensitive to electoral backlash from energy consumers and providing compensatory mechanisms for economic losers.<sup>89</sup>

#### Political Volatility and Public Perceptions of Crisis Response

Crises can also facilitate transformational change by generating political volatility that dislodges entrenched veto players. This can occur through the delegitimization

<sup>84.</sup> Leheny 2006.

<sup>85.</sup> Kijima and Lipscy 2018.

<sup>86.</sup> Hathaway and Shapiro 2017.

<sup>87.</sup> Incerti and Lipscy 2020.

<sup>88.</sup> Drezner 2014.

<sup>89.</sup> Finnegan et al. 2020.

of actors associated with failed crisis response. The perceived shortcomings of the Hoover administration during the Great Depression opened the way for legislative dominance by New Deal Democrats for nearly half a century. 90 Catastrophic defeat in World War II contributed to a culture of antimilitarism in Germany and Japan that persists to this day. 91 However, this process can also work in reverse: overseeing the 2011 Fukushima disaster delegitimized the Democratic Party of Japan (DPJ), a center-left party that broke the longstanding rule of the conservative Liberal Democratic Party (LDP). This allowed the LDP to return to political dominance and reverse transformational DPJ initiatives that emphasized denuclearization and renewable energy. 92

The last point suggests that to an important degree the transformational potential of COVID-19 depends on who was in power and on public perceptions about their performance during the pandemic. In many countries afflicted by COVID, there was a large but brief rally around the flag effect. US President Trump's approval rating hit all-time highs of his tenure, and leader approval soared in some hard-hit countries such as Italy, where Prime Minister Conte saw a 20 percentage point bounce in public support. 93 Intriguingly, positive health outcomes did not automatically translate into robust public support: Prime Minister Abe of Japan saw his approval rating sink to all-time lows despite reported COVID cases and deaths in Japan remaining at low levels. 94 The story was similar among US governors: governors of hard-hit states like Connecticut and New York experienced some of the largest gains in public support, and there was wide variation in approval ratings among governors of states with low COVID deaths.95

Public perceptions about leadership can be important for the transformational impact of crises: the long-term consequences of a crisis are shaped not by the outcome per se but by how citizens perceive it. 96 In sharply polarized political contexts like the contemporary United States, voters tend to interpret information by

See Mayhew 2000; Hershey 2005.

Berger 1998.

<sup>92.</sup> Incerti and Lipscy 2018.

<sup>93.</sup> See Jeffrey M. Jones, "President Trump's Job Approval Rating Up to 49%," Gallup, 24 March 2020, retrieved from <a href="https://news.gallup.com/poll/298313/president-trump-job-approval-rating.aspx">news.gallup.com/poll/298313/president-trump-job-approval-rating.aspx</a>, accessed 9 September 2020; Rick Noack, "For some world leaders, popularity grows along with coronavirus case numbers," The Washington Post, 13 May 2020, retrieved from <a href="https://www.washingtonpost.com/">https://www.washingtonpost.com/</a> world/2020/05/13/some-world-leaders-popularity-grows-along-with-coronavirus-case-numbers/>, accessed 9 September 2020.

<sup>94. &</sup>quot;Japan is not rallying around its prime minister," The Economist, 23 May 2020, retrieved from <a href="https://www.economist.com/asia/2020/05/23/japan-is-not-rallying-around-its-prime-minister">https://www.economist.com/asia/2020/05/23/japan-is-not-rallying-around-its-prime-minister</a>, accessed 9 September 2020.

<sup>95.</sup> For example, see Morning Consult (https://morningconsult.com/governor-rankings/) and Survey (https://www.washingtonpost.com/politics/2020/05/19/49-50-governors-have-better-coronavirusnumbers-than-trump/). COVID deaths by state are available from National Center for Health Statistics, "Weekly Updates by Select Demographic and Geographic Characteristics, Provisional Death Counts for Coronavirus Disease 2019 (COVID-19)," 10 July 2020, retrieved from <a href="https://www.cdc.gov/nchs/nvss/">https://www.cdc.gov/nchs/nvss/</a> vsrr/COVID\_weekly/index.htm>, accessed 10 July 2020.

Also see Pevehouse forthcoming.

relying on partisan cues. 97 This may allow leaders and parties to survive severe mishandling of a crisis except in extreme cases where individuals are directly affected, such as through the death of a close acquaintance.

Partisan cues are less salient in countries with limited political polarization, such as contemporary Japan. 98 However, even in such countries, uncertainty surrounding crises can make it difficult for voters to assess leadership performance. For example, Abe delegated Japan's COVID response to epidemiologists such as Shigeru Omi and Jin Oshitani, who became the faces of the government effort. Despite the merits of relying on scientific experts, the approach might have made Abe look aloof and unfocused compared to his foreign counterparts, who communicated about the pandemic directly and frequently. Variation in leadership style and how it shapes public perceptions and narratives can thus influence the long-term consequences of crises: it is a topic worthy of further examination.

## Conclusion

COVID-19 directly and significantly impacted the daily lives of all of us. It is critical for scholars to develop theories and empirical approaches to better understand the politics of the pandemic. To do so, we need to refocus our attention on the politics of crisis as a core research agenda, combining the strengths of IPE and security studies. Standard assumptions in IPE need to be revised or supplemented by considering the core features of crises—threat, uncertainty, and urgency—and how they vary across and within crisis episodes. The research program can be organized around puzzles surrounding causes, response, and transformation. Why do governments face costly crises rather than adopting adequate preventative measures? What prevents governments from ending crises quickly once they start? Under what conditions do crises facilitate transformational change, and when do they result in statis?

The COVID-19 pandemic creates a window for transformative policy change with potentially long-lasting consequences: I will close by discussing several potential avenues for such change that are worthy of attention. Furthermore, political science as a discipline also faces a transformational opportunity in light of the pandemic. It is an opportunity well worth seizing.

## Transformation of Policy

Like many prior crises, the COVID-19 pandemic can be a transformative moment. At least three possibilities are worthy of attention by scholars and policymakers. First, the pandemic has induced significant, large-scale behavioral change that

<sup>97.</sup> Gaines et al. 2007.

<sup>98.</sup> Catalinac 2018.

governments can accelerate. The crisis has shut down long-distance travel and local commutes for many workers. Some localities are using the opportunity to redesign urban infrastructure in favor of eco-friendly transportation. Government support for technologies and investments that institutionalize greater interaction with less energy-intensive mobility will have long-lasting consequences for salient outcomes like climate change, work-life balance, and political geography.

Second, COVID-19 has the potential to transform domestic politics in many countries. COVID response has dramatically increased government intervention in society through restrictive measures and economic stimulus. Furthermore, COVID has highlighted and exacerbated long-simmering income and racial disparities. The crisis provides an opportunity for governments to experiment with radical policy shifts, such as a universal basic income or a Green New Deal. It may also turn the global tide against populism and soft-authoritarianism, as leaders like Donald Trump and Jair Bolsonaro demonstrate the pitfalls of ignoring scientific expertise in favor of nativism and tabloid conspiracy theories. However, the pandemic also provides a pretext to justify unprecedented intrusions into the daily lives of citizens, which can strengthen the hand of autocrats and further erode democratic institutions.<sup>99</sup>

Third, COVID presents an opportunity for transformational change of the international order. The order was already under strain prior to 2020 with challenges from rising powers such as China and from retrenchment by traditional supporters like the United States and the United Kingdom. The liberal international order came to be associated with rising inequality and out-of-touch global elites. <sup>100</sup> The COVID crisis highlighted the dangers of both US disengagement and Chinese influence over the WHO. The international order is in urgent need of reform to strengthen crisis surveillance, prevention, and response. <sup>101</sup> This time, the system did not work: it needs reform. <sup>102</sup>

#### Transformation of Political Science

Political scientists can and should be providing guidance as policymakers navigate major crises like COVID-19. However, there are several features of contemporary political science that create a gap between research and government policymaking. The gap highlighted most starkly by COVID-19 is the outdated publication process. In the natural sciences and medicine, peer review often takes a matter of weeks. As of this writing in July 2020, there are already numerous published articles about COVID-19 in top journals such as *The Lancet* and *Nature*, which have attracted hundreds of citations. In contrast, it is rare for peer-reviewed political science articles to reach publication within a year of submission. Policy debates are dominated by

<sup>99.</sup> Greitens forthcoming.

<sup>100.</sup> Colgan and Keohane 2017.

<sup>101.</sup> See Fazal 2020; McNamara and Newman 2020; Johnson forthcoming.

<sup>102.</sup> Though see Drezner 2020, for a contrarian view.

outlets like *Foreign Affairs* and *Foreign Policy*, which are not ideal venues for much of the research taking place in the field. Although blogs like *The Monkey Cage* and *Duck of Minerva* help, the discipline needs to develop more avenues to rapidly review and disseminate research findings, particularly in times of crisis that maximize potential impact on long-term policy outcomes.

There is also an unhelpful divide in the field between scholars who engage in academic research that gets published in top journals and scholars who engage with policymakers. <sup>103</sup> Faculty who return from government work often get relegated to second-class citizen status within their departments. There is an analogous problem in area studies: area expertise, with the arbitrary exception of American politics, is often treated dismissively even though area experts often have direct relationships with policymakers in the countries they study. Political science can have greater policy impact by drawing on the numerous policy connections that already exist within the field.

Political scientists should be better prepared to present and advocate for policy prescriptions during transformational crises. <sup>104</sup> How should institutions be reconfigured for effective crisis response? How should political leaders communicate with their citizens during a crisis? How should fiscal stimulus packages be targeted to promote transformation consistent with broader goals such as inclusive growth and climate change mitigation? These are all questions political science can speak to directly. The more urgent question is, can political scientists speak to policymakers? The field needs to develop better mechanisms to communicate our research and insert our prescriptions into policymaking processes during critical junctures.

#### References

Aklin, Michaël, and Johannes Urpelainen. 2013. Political Competition, Path Dependence, and the Strategy of Sustainable Energy Transitions. American Journal of Political Science 57 (3):643–58.

Aldrich, Daniel. 2012. Building Resilience: Social Capital in Post-Disaster Recovery. University of Chicago Press.

Aldrich, Daniel. 2019. Black Wave: How Connections and Governance Shaped Recovery from Japan's 3/11 Disasters. University of Chicago Press.

Alter, Karen J., and Kal Raustiala. 2018. The Rise of International Regime Complexity. Annual Review of Law and Social Sciences 14:329–49.

Amyx, Jennifer. 2006. Japan's Financial Crisis: Institutional Rigidity and Reductant Change. Princeton University Press.

Bailey, Michael A., Judith Goldstein, and Barry R. Weingast. 1997. The Institutional Roots of American Trade Policy: Politics, Coalitions, and International Trade. World Politics 49:309–38.

Barnett, Michael N. Forthcoming. COVID-19 and the Sacrificial International Order. *International Organization* 74 (S1). <a href="https://doi.org/10.1017/S002081832000034X">https://doi.org/10.1017/S002081832000034X</a>>.

103. Maliniak et al. 2020.

104. Jessica Green, "Why We Need a More Activist Academy: Impartiality Bolsters a Dangerous Status Quo," *The Chronicle of Higher Education*, 15 July 2018, retrieved from <a href="https://www.chronicle.com/article/why-we-need-a-more-activist-academy/">https://www.chronicle.com/article/why-we-need-a-more-activist-academy/</a>, accessed 9 September 2020.

- Bauerle Danzman, Sarah, W. Kindred Winecoff, and Thomas Oatley. 2017. All Crises Are Global: Capital Cycles in an Imbalanced International Political Economy. *International Studies Quarterly* 61 (4):907–23.
- Benton, Adia, and Kim Yi Dionne. 2015. International Political Economy and the 2014 West African Ebola Outbreak. *African Studies Review* 58 (1):223–36.
- Berger, Thomas U. 1998. Cultures of Antimilitarism: National Security in Germany and Japan. Johns Hopkins University Press.
- Blyth, Mark. 2002. Great Transformations: Economic Ideas and Institutional Change in the Twentieth Century. Cambridge University Press.
- Boin, Arjen, Paul 't Hart, Eric Stern, and Bengt Sundelius. 2005. *The Politics of Crisis Management: Public Leadership under Pressure*. Cambridge University Press.
- Brancati, Dawn. 2007. Political Aftershocks: The Impact of Earthquakes on Intrastate Conflict. Journal of Conflict Resolution 51 (5):715–43.
- Brecher, Michael, and Jonathan Wilkenfeld. 2000. A Study of Crisis. University of Michigan Press.
- Brecher, Michael, Jonathan Wilkenfeld, Kyle Beardsley, Patrick James, and David Quinn. 2020. International Crisis Behavior Data Codebook Version 13. Available at <a href="http://sites.duke.edu/icbdata/data-collections/">http://sites.duke.edu/icbdata/data-collections/</a>>.
- Busby, Joshua W. 2020. Understanding the Anemic Global Response to COVID-19. *Journal of Health Politics, Policy and Law.* Available at <a href="https://doi.org/10.1215/03616878-8641542">https://doi.org/10.1215/03616878-8641542</a>>.
- Buzan, Barry, Ole Wæver, and Jaap de Wilde. 1998. Security: A New Framework for Analysis. Lynne Rienner Pub.
- Callaway, Ewen, David Cyranoski, Smriti Mallapaty, Emma Stoye, and Jeff Tollefson. 2020. The Coronavirus Pandemic in Five Powerful Charts. *Nature* 579 (7800):482–83.
- Calomiris, Charles W., and Stephen H. Haber. 2014. Fragile by Design: The Political Origins of Banking Crises & Scarce Credit. Princeton University Press.
- Catalinac, Amy L. 2018. Positioning Under Alternative Electoral Systems: Evidence from Japanese Candidate Election Manifestos. American Political Science Review 112 (1):31–48.
- Chaudoin, Stephen, and Helen V. Milner. 2017. Science and the System: IPE and International Monetary Politics. Review of International Political Economy 24 (4):681–98.
- Cheng, Hao-Yuan, Shu-Ying Li, and Chin-Hui Yang. 2020. Initial Rapid and Proactive Response for the COVID-19 Outbreak—Taiwan's Experience. *Journal of the Formosan Medical Association=Taiwan yi* zhi 119 (4):771–73.
- Cohen, Benjamin. 2017. The IPE of Money Revisited. Review of International Political Economy 24 (4): 657–80.
- Cohen, Charles, and Eric D. Werker. 2008. The Political Economy of "Natural" Disasters. *Journal of Conflict Resolution* 52 (6):795–819.
- Colgan, Jeff D., and Robert O. Keohane. 2017. The Liberal Order Is Rigged. Foreign Affairs 96 (3): 36–44.
   Copelovitch, Mark, Jeffry Frieden, and Stefanie Walter. 2016. The Political Economy of the Euro Crisis.
   Comparative Political Studies 49 (7):811–40.
- Copelovitch, Mark, and David A. Singer. 2020. Banks on the Brink: Global Capital, Securities Markets, and the Political Roots of Financial Crises. Cambridge University Press.
- Debs, Alexandre, and Jessica Chen Weiss. 2014. Circumstances, Domestic Audiences, and Reputational Incentives in International Crisis Bargaining. *Journal of Conflict Resolution* 60 (3):403–33.
- Diamond, Douglas W., and Philip H. Dybvig. 1983. Bank Runs, Deposit Insurance, and Liquidity. *Journal of Political Economy* 91 (3):401–19.
- Dionne, Kim Yi. 2010. The Role of Executive Time Horizons in State Response to Aids in Africa. Comparative Political Studies 44 (1):55–77.
- Drezner, Daniel W. 2014. The System Worked: How the World Stopped Another Great Depression. Oxford University Press.
- Drezner, Daniel W. 2020. The Song Remains the Same: International Relations After COVID-19. International Organization 74 (S1). <a href="https://doi.org/10.1017/S0020818320000351">https://doi.org/10.1017/S0020818320000351</a>>.
- Fazal, Tanisha 2020. Health Diplomacy in Pandemical Times: Drifting Toward Bilateralism? *International Organization* 74 (S1) <a href="https://doi.org/10.1017/S0020818320000326">https://doi.org/10.1017/S0020818320000326</a>>.

- Fearon, James D. 1994. Domestic Political Audiences and the Escalation of International Disputes. American Political Science Review 88 (3):577–92.
- Fearon, James D. 1995. Rationalist Explanations for War. International Organization 49 (3):379-414.
- Finnegan, Jared J., Phillip Y. Lipscy, Jonas Meckling, and Florence Metz. 2020. The Institutional Sources of Energy Transitions: From the Oil Crises to Climate Policy, Comparative and International Politics of Climate Change Workshop, Stanford, California: Center for Advanced Study in the Behavioral Sciences, Stanford University.
- Fioretos, Orfeo. 2011. Historical Institutionalism in International Relations. International Organization 65 (2):367-99.
- Frieden, Jeffry A., and Lisa Martin. 2002. International Political Economy: Global and Domestic Interactions. In Political Science: The State of the Discipline, edited by Ira Katznelson and Helen V. Milner, 118-146. W. W. Norton.
- Gaines, Brian J., James H. Kuklinski, Paul J. Quirk, Buddy Peyton, and Jay Verkuilen. 2007. Same Facts, Different Interpretations: Partisan Motivation and Opinion on Iraq. Journal of Politics 69 (4):957-74.
- Giles, Micheal W., and James C. Garand. 2007. Ranking Political Science Journals: Reputational and Citational Approaches. PS: Political Science & Politics 40 (4):741–51.
- Gilpin, Robert. 1981. War and Change in World Politics. Cambridge University Press.
- Goldstein, Judith. 1986. The Political Economy of Trade: Institutions of Protection. American Political Science Review 80 (1):161-84.
- Gourevitch, Peter Alexis. 1986. Politics in Hard Times: Comparative Responses to International Economic Crises. Cornell University Press.
- Greitens, Sheena Chestnut. Forthcoming. How COVID is Likely to Change Conceptions of Civil Liberties, Privacy, and Democracy. International Organization 74 (S1). <a href="https://doi.org/10.1017/">https://doi.org/10.1017/</a> S0020818320000417>.
- Hainmueller, Jens, and Michael J. Hiscox. 2006. Learning to Love Globalization: Education and Individual Attitudes toward International Trade. International Organization 60 (2):469–98.
- Hancock, Kathleen J., and Juliann Emmons Allison. 2020. The Oxford Handbook of Energy Politics. Oxford University Press.
- Hancock, Kathleen J., and Vlado Vivoda. 2014. International Political Economy: A Field Born of the OPEC Crisis Returns to Its Energy Roots. Energy Research & Social Science 1:206–16.
- Hannigan, John. 2012. Disasters Without Borders: The International Politics of Natural Disasters. Polity
- Hathaway, Oona A., and Scott J. Shapiro. 2017. The Internationalists: How a Radical Plan to Outlaw War Remade the World. Simon & Schuster.
- Healy, Andrew, and Neil Malhotra. 2009. Myopic Voters and Natural Disaster Policy. American Political Science Review 103 (3):387-406.
- Helleiner, Eric. 2011. Understanding the 2007-2008 Global Financial Crisis: Lessons for Scholars of International Political Economy. Annual Review of Political Science 14:67–87.
- Hershey, Marjorie Randon. 2005. Party Politics in America. Pearson-Longman.
- Hertel-Fernandez, Alexander, Matto Mildenberger, and Leah C. Stokes. 2019. Legislative Staff and Representation in Congress. American Political Science Review 113 (1):1–18.
- Horowitz, Michael C., Allan C. Stam, and Cali M. Ellis. 2015. Why Leaders Fight. Cambridge University
- Hughes, Llewelyn, and Phillip Y. Lipscy. 2013. The Politics of Energy. Annual Review of Political Science
- Iida, Atsuhiko. 2020. COVID-19 to Kinkyu Jitai Sengen / Kodo Kisei Sochi. Kokuritsu Kokkai Toshokan Chosa to Joho Issue Brief (1100):1-14.
- Ikenberry, G. John. 1986. The Irony of State Strength: Comparative Responses to the Oil Shocks in the 1970s. International Organization 40 (1):105–37.
- Ikenberry, G. John. 2000. After Victory: Institutions, Strategic Restraint, and the Rebuilding of Order after Major Wars. Princeton University Press.

- Incerti, Trevor, and Phillip Y. Lipscy. 2018. The Politics of Energy and Climate Change in Japan under Abe: Abenergynomics. Asian Survey 58 (4):607–634.
- Incerti, Trevor, and Phillip Y. Lipscy 2020. The Energy Politics of Japan. In The Oxford Handbook of Energy Politics, edited by Kathleen J. Hancock, and Juliann Emmons Allison. Oxford University Press.
- Independent Investigation Commission on the Fukushima Nuclear Accident. 2014. The Fukushima Daiichi Nuclear Power Station Disaster: Investigating the Myth and Reality. Routledge.
- Ishigaki, Akemi, Hikari Higashi, Takako Sakamoto, and Shigeki Shibahara. 2013. The Great East-Japan Earthquake and Devastating Tsunami: An Update and Lessons from the Past Great Earthquakes in Japan Since 1923. *The Tohoku Journal of Experimental Medicine* 229 (4):287–99.
- Jervis, Robert. 1976. Perception and Misperception in International Politics. Princeton University Press.Jervis, Robert, Richard Ned Lebow, and Janice Gross Stein. 1985. Psychology and Deterrence. Johns Hopkins University Press.
- Johnson, Tana. Forthcoming. Ordinary Patterns in an Extraordinary Crisis: How International Relations Makes Sense of the COVID-19 Pandemic. *International Organization* 74 (S1). <a href="https://doi.org/10.1017/S0020818320000430">https://doi.org/10.1017/S0020818320000430</a>>.
- Johnson, Juliet. 2019. Priests of Prosperity: How Central Bankers Transformed the Postcommunist World. Cornell University Press.
- Jones, Kate E., Nikkita G. Patel, Marc A. Levy, Adam Storeygard, Deborah Balk, John L. Gittleman, and Peter Daszak. 2008. Global Trends in Emerging Infectious Diseases. *Nature* 451 (7181):990–93.
- Katzenstein, Peter J. 1978. Between Power and Plenty: Foreign Economic Policies of Advanced Industrial States. University of Wisconsin Press.
- Katzenstein, Peter J., and Stephen C. Nelson. 2013. Reading the Right Signals and Reading the Signals Right: IPE and the Financial Crisis of 2008. Review of International Political Economy 20 (5):1101–31.
- Kean, Thomas H., and Lee H. Hamilton. 2004. The 9/11 Commission Report. W. W. Norton & Company. Keohane, Robert O. 1980. The Theory of Hegemonic Stability and Changes in International Economic Regimes, 1967–1977. In Changes in the International System, edited by Ole R. Holsti, Randolph M. Siverson, and Alexander L. George, 131–62. Westview Press.
- Keohane, Robert O. 1984. After Hegemony: Cooperation and Discord in the World Political Economy. Princeton University Press.
- Keohane, Robert O. 2009. The Old IPE and the New. *Review of International Political Economy* 16 (1): 34–46.
- Keohane, Robert O., and Joseph S. Nye. 1972. Transnational Relations and World Politics. Harvard University Press.
- Kertzer, Joshua D. 2016. Resolve in International Politics. Princeton University Press.
- Kertzer, Joshua D., and Dustin Tingley. 2018. Political Psychology in International Relations: Beyond the Paradigms. Annual Review of Political Science 21 (1):319–39.
- Kijima, Rie, and Phillip Y. Lipscy. 2018. The Politics of International Testing. Working Paper, Stanford University.
- Kindleberger, Charles P. 1973. The World in Depression, 1929–1939. University of California Press.
- Knobler, Stacey, Adel Mahmoud, Stanley Lemon, Alison Mack, Laura Sivitz, and Katherine Oberholtzer. 2004. Learning from Sars: Preparing for the Next Disease Outbreak: Workshop Summary. National Academies Press.
- Koppenborg, Florentine. 2019. Legal Fallout from the Fukushima Nuclear Accident: Reforming Nuclear Safety Administration in Japan. In *Fukushima and the Law*, edited by Julius F. Weizdörfer and Kristian C. Lauta. Cambridge University Press.
- Krasner, Stephen D. 1976. State Power and the Structure of International Trade. World Politics 28 (3):317–47.Kunreuther, Howard, Nathan Novemsky, and Daniel Kahneman. 2001. Making Low Probabilities Useful. Journal of Risk and Uncertainty 23 (2):103–20.
- Kushida, Kenji E. 2014. The Fukushima Nuclear Disaster and the Democratic Party of Japan. The Japanese Political Economy 40 (1):29–68.
- Lake, David A. 2009. Open Economy Politics: A Critical Review. The Review of International Organizations 4 (3):219–44.

- Leblang, David A., and Sonal Pandya. 2009. The Financial Crisis of 2007: Our Waterloo or Take a Chance on IPE? International Interactions 35 (4):430–35.
- Leblang, David A., and Shanker Satyanath. 2006. Institutions, Expectations, and Currency Crises. International Organization 60 (1):245-62.
- Leheny, David. 2006. Think Global, Fear Local: Sex, Violence, and Anxiety in Contemporary Japan. Cornell University Press.
- Lipscy, Phillip Y. 2015. Explaining Institutional Change: Policy Areas, Outside Options, and the Bretton Woods Institutions. American Journal of Political Science 59 (2):341-56.
- Lipscy, Phillip Y. 2017. Renegotiating the World Order: Institutional Change in International Relations. Cambridge University Press.
- Lipscy, Phillip Y. 2018. Democracy and Financial Crisis. *International Organization* 72 (4):937–68.
- Lipscy, Phillip Y., Kenji E. Kushida, and Trevor Incerti. 2013. The Fukushima Disaster and Japan's Nuclear Plant Vulnerability in Comparative Perspective. Environmental Science & Technology 47 (12):6082-88.
- Lipscy, Phillip Y., and Haillie Na-Kyung Lee. 2019. The IMF as a Biased Global Insurance Mechanism: Asymmetrical Moral Hazard, Reserve Accumulation, and Financial Crises. International Organization 73 (1):35-64.
- Lipscy, Phillip Y., and Hirofumi Takinami. 2013. The Politics of Financial Crisis Response in Japan and the United States. Japanese Journal of Political Science 14 (3):321-53.
- Maliniak, Daniel, Susan Peterson, Ryan Powers, and Michael J. Tierney. 2020. Bridging the Theory-Practice Divide in International Relations. Georgetown University Press.
- Mansfield, Edward D., and Diana C. Mutz. 2009. Support for Free Trade: Self-Interest, Sociotropic Politics, and Out-group Anxiety. International Organization 63 (3):425-57.
- Mayhew, David R. 2000. Electoral Realignments. Annual Review of Political Science 3:449–74.
- McNamara, Kathleen R. 2009. Of Intellectual Monocultures and the Study of IPE. Review of International Political Economy 16 (1):72-84.
- McNamara, Kathleen R. 2015. The Politics of Everyday Europe: Constructing Authority in the European Union. Oxford University Press.
- McNamara, Kathleen R., and Abraham L. Newman. 2020. The Big Reveal: COVID-19 and Globalization's Great Transformations. International Organization 74 (S1). <a href="https://doi.org/10.1017/S0020818320000387">https://doi.org/10.1017/S0020818320000387</a>>.
- Meckling, Jonas, and Jonas Nahm. 2018. The Power of Process: State Capacity and Climate Policy. Governance 31 (4):741-57.
- Mildenberger, Matto. 2020. Carbon Captured: How Business and Labor Control Climate Politics. MIT
- Milner, Helen V. 1999. The Political Economy of International Trade. Annual Review of Political Science 2 (1):91-114.
- Morrow, James D. 1989. Capabilities, Uncertainty, and Resolve: A Limited Information Model of Crisis Bargaining. American Journal of Political Science 33 (4):941–72.
- Morse, Julia C., and Robert O. Keohane. 2014. Contested Multilateralism. Review of International Organizations 9:385-412.
- Mosley, Layna, and David A. Singer. 2009. The Global Financial Crisis. International Interactions 35 (4): 420-29.
- Mutz, Diana C., and Eunji Kim. 2017. The Impact of In-group Favoritism on Trade Preferences. International Organization 71 (4):827-50.
- Norrlof, Carla. 2010. America's Global Advantage: US Hegemony and International Cooperation. New York: Cambridge University Press.
- Oatley, Thomas. 2011. The Reductionist Gamble: Open Economy Politics in the Global Economy. International Organization 65 (2):311–41.
- Oatley, Thomas. 2017. Open Economy Politics and Trade Policy. Review of International Political Economy 24 (4):699-717.
- Ostrom, Elinor. 1999. Coping with Tragedies of the Commons. Annual Review of Political Science 2: 493-535.

- Owen, Erica, and Stefanie Walter. 2017. Open Economy Politics and Brexit: Insights, Puzzles, and Ways Forward. *Review of International Political Economy* 24 (2):179–202.
- Pauly, Louis W. 2009. The Old and the New Politics of International Financial Stability. JCMS: Journal of Common Market Studies 47 (5):955–75.
- Peck, K. R. 2020. Early Diagnosis and Rapid Isolation: Response to COVID-19 Outbreak in Korea. Clinical Microbiology and Infection 26 (7):805–07.
- Pepinsky, Thomas B. 2014. Financial Crises and the Politics of Adjustment and Reform. In *Handbook of the International Political Economy of Monetary Relations*, edited by Thomas Oatley and W. Kindred Winecoff, 265–84. Edward Alger Publishing.
- Pevehouse, Jon C.W. Forthcoming. The COVID Pandemic, Populist Nationalism, and Global Governance. International Organization 74 (S1). <a href="https://doi.org/10.1017/S0020818320000399">https://doi.org/10.1017/S0020818320000399</a>>.
- Pierson, Paul. 2000. Increasing Returns, Path Dependence, and the Study of Politics. The American Political Science Review 94 (2):251–67.
- Powell, Robert. 1987. Crisis Bargaining, Escalation, and MAD. American Political Science Review 81 (3): 717–35.
- Quiroz Flores, Alejandro, and Alastair Smith. 2013. Leader Survival and Natural Disasters. British Journal of Political Science 43 (4):821–43.
- Rahmstorf, Stefan, and Dim Coumou. 2011. Increase of Extreme Events in a Warming World. Proceedings of the National Academy of Sciences 108 (44):17905–09.
- Ramsay, Kristopher W. 2011. Revisiting the Resource Curse: Natural Disasters, the Price of Oil, and Democracy. *International Organization* 65 (3):507–29.
- Reeves, Andrew. 2011. Political Disaster: Unilateral Powers, Electoral Incentives, and Presidential Disaster Declarations. The Journal of Politics 73 (4):1142–51.
- Reinhart, Carmen M., and Kenneth S. Rogoff. 2009. *This Time Is Different: Eight Centuries of Financial Folly*. Princeton University Press.
- Rho, Sungmin, and Michael Tomz. 2017. Why Don't Trade Preferences Reflect Economic Self-Interest? International Organization 71 (S1):S85–S108.
- Rosas, Guillermo. 2006. Bagehot or Bailout? An Analysis of Government Responses to Banking Crises. American Journal of Political Science 50 (1): 175–191.
- Rosas, Guillermo. 2009. Curbing Bailouts: Bank Crises and Democratic Accountability in Comparative Perspective. University of Michigan Press.
- Rosenbluth, Frances, and Ross Schaap. 2003. The Domestic Politics of Banking Regulation. *International Organization* 57 (2):307–36.
- Saunders, Elizabeth N. 2011. Leaders at War: How Presidents Shape Military Interventions. Cornell University Press.
- Scheve, Kenneth and David Stasavage. 2016. Taxing the Rich: A History of Fiscal Fairness in the United States and Europe. Princeton University Press.
- Schultz, Kenneth A. 1999. Do Democratic Institutions Constrain or Inform? Contrasting Two Institutional Perspectives on Democracy and War. *International Organization* 53 (2):233–66.
- Snidal, Duncan. 1985. The Limits of Hegemonic Stability Theory. *International Organization* 39 (4): 579–614.
- Stokes, Leah C. 2020. Short Circuiting Policy: Interest Groups and the Battle Over Clean Energy and Climate Policy in the American States. Oxford University Press.
- Stasavage, David. 2020. Democracy, Autocracy, and Emergency Threats: Lessons for COVID-19 from the Last Thousand Years. *International Organization* 74 (S1):1–17. <a href="https://doi.org/10.1017/S0020818320000338">https://doi.org/10.1017/S0020818320000338</a>>.
- Strange, Susan. 1970. International Economics and International Relations: A Case of Mutual Neglect. International Affairs 46 (2):304–15.
- Strange, Susan. 1971. Sterling and British Policy: A Political Study of an International Currency in Decline. Oxford University Press.
- Strange, Susan. 1986. Casino Capitalism. Blackwell.
- Strange, Susan. 1987. The Persistent Myth of Lost Hegemony. International Organization 41 (4):551-74.

- Thelen, Kathleen. 1999. Historical Institutionalism in Comparative Politics. Annual Review of Political Science 2 (1):369–404.
- Trager, Robert F., and Lynn Vavreck. 2011. The Political Costs of Crisis Bargaining: Presidential Rhetoric and the Role of Party. American Journal of Political Science 55 (3):526–45.
- Tversky, Amos, and Daniel Kahneman. 1983. Extensional Versus Intuitive Reasoning: The Conjunction Fallacy in Probability Judgment. *Psychological Review* 90 (4):293–315.
- von Borzyskowski, Inken, and Felicity Vabulas. 2019. Hello, Goodbye: When Do States Withdraw from International Organizations? *The Review of International Organizations* 14 (2):335–66.
- Walter, Stefanie. 2013. Financial Crises and the Politics of Macroeconomic Adjustments, Political Economy of Institutions and Decisions. Cambridge University Press.
- Weeks, Jessica L. 2008. Autocratic Audience Costs: Regime Type and Signaling Resolve. *International Organization* 62 (1):35–64.
- World Health Organization. 2020. "Malaria: Key Facts." Accessed 12 August 2020. <a href="https://www.who.int/news-room/fact-sheets/detail/malaria">https://www.who.int/news-room/fact-sheets/detail/malaria</a>.
- Worsnop, Catherine Z. 2017. Domestic Politics and the WHO's International Health Regulations: Explaining the Use of Trade and Travel Barriers During Disease Outbreaks. The Review of International Organizations 12 (3):365–95.
- Worsnop, Catherine Z. 2019. Concealing Disease: Trade and Travel Barriers and the Timeliness of Outbreak Reporting. *International Studies Perspectives* 20 (4):344–72.
- Yarhi-Milo, Keren. 2014. Knowing the Adversary: Leaders, Intelligence, and Assessment of Intentions in International Relations. Princeton University Press.
- Youde, Jeremy. 2018. Global Health Governance in International Society. Oxford University Press.
- Zangl, Bernhard, Frederick Heußner, Andreas Kruck, and Xenia Lanzendörfer. 2016. Imperfect Adaptation: How the WTO and the IMF Adjust to Shifting Power Distributions Among Their Members. The Review of International Organizations 11 (2):171–96.

#### Author

**Phillip Y. Lipscy** is an Associate Professor in the Department of Political Science and Munk School of Global Affairs & Public Policy at the University of Toronto. He can be reached at <a href="mailto:phillip.lipscy@utoronto.ca">phillip.lipscy@utoronto.ca</a>.

# Acknowledgments

For their helpful feedback, I thank Daniel Drezner, Tanisha Fazal, Martha Finnemore, Michael Horowitz, Tana Johnson, Kathleen McNamara, Abraham Newman, Louis Pauly, Kenneth Schultz, Beth Simmons, David Stasavage, and Erik Voeten. Nicholas Fraser provided excellent research assistance. I also thank Perry World House at the University of Pennsylvania and the editorial team of *International Organization* for organizing the virtual workshop on June 29-July 1, 2020 at which an earlier version of this article was presented.

# **Key Words**

COVID; COVID-19; coronavirus; SARS-CoV-2; pandemic; crisis; crises; natural; disaster; international political economy; IPE; security; financial; finance; energy; contagion