

Society for Economic Dynamics

1998 Annual Meeting

June 26 - 30, 1998

University of Pennsylvania

Philadelphia, Pennsylvania

Please note that several sessions have been cancelled and/or consolidated due to last minute participant cancellations. The changes are minor (still scheduled for the same days and times), but notable.

Saturday, June 27, 1998

Registration - 9:00AM - 11:30AM - No Morning Sessions

Saturday, June 27, 1998

1st Afternoon Sessions A1-A6 - 1:00PM - 2:30PM

A1 - Education and Growth: Chair - Paul J. Zak

"Bequest Versus Education Inclined Altruism, Economic Growth and Income Distribution" - Baoline Chen, Rutgers University

"Endogenous Growth, Fertility and the Migration of Productive Factors" - Paul J. Zak, Claremont Graduate University, and Patrick K. Asea, UCLA

"Altruism, Poverty and Inter-vivos Transfers" - Antonia Diaz, Universidad de Alicante, Cristina Echevarria, University of Saskatchewan, and Juan Mora, Universidad de Alicante

A2 - Business Cycles I: Chair - Youngsung Chang

"The Cyclical Behavior of Skill Acquisition" - David N. DeJong, University of Pittsburgh and Beth F. Ingram, University of Iowa

"Cyclical Behavior of Occupational Choices and Wages" - Yongsung Chang, University of Pennsylvania

"Money, Credit, and the Cyclical Behavior of Household Investment" - Victor E. Li, Penn State University and Chia-Ying Chang, Penn State University

A3 - Industrial Organization I: Chair - Jonas D. M. Fisher

"Technology Choice and Employment Dynamics at Young and Old Plants" - Jeffrey R. Campbell, University of Rochester and NBER and Jonas D. M. Fisher, Fed. Res. Bank of Chicago and University of Western Ontario

"Revenge of the Nerds: Technological Change and Income Distribution Dynamics" - David Andolfatto, University of Waterloo and Eric Smith, University of Essex

"Optimal Timing of Technology Adoption for Firms with Market Power" - Kuno J. M. Huisman, Tilburg University and Peter M. Kort, Tilburg University

A4 - International Finance I: Chair - Martin Uribe

"International Relative Prices in the Presence of Deviation from the Laws of One Price"- Beverly Lapham, Queen's University and Marianne Vigneault, Bishops University

"Exchange Rates Overshooting: Nominal or Real?" - Ning S. Zhu, World Bank

"Habit Formation and the Comovement of Prices and Consumption During Exchange-Rate-Based Stabilization Programs" - Martin Uribe, Fed. Res. Board

A5 - Overlapping Generations Models: Chair - Mikko Puhakka

"Renewable Resources in an Overlapping Generations Economy without Capital" - Erkki Koskela, Markku Ollikainen, and Mikko Puhakka, University of Helsinki

"Interpreting Dynamic Efficiency Conditions" - Peter Rangazas and Steven Russell, IUPUI

A6 - Monetary Economics I: Chair - Peter Rupert

"Liquidity Effects and Market Frictions" - Scott Hendry and Guang- Jia Zhang,
Bank of Canada

"Equity, Bonds, Growth and Inflation in a Quadratic Infinite Horizon Economy" -
Michael Magill, University of Southern
California and Martine Quinzii, University of California, Davis

"Money and Credit in a Turnpike Economy" - Saqib Jafarey, University of Essex,
and Peter Rupert, Fed. Res. Bank of
Cleveland

Saturday, June 27, 1998

2nd Afternoon Sessions - B1-B6 - 3:00PM-4:30PM

B1 - Monetary Policy: Chair - Soyoung Kim

"Monetary Policy Rules and Business Cycles" - Soyoung Kim, University of Illinois

"Price Stability and Monetary Policy Effectiveness when Nominal Interest Rates
are Bounded at Zero" - Athanasios
Orphanides and Volker Weiland, Fed. Res. Board

"Liquidity Effects in Multiagent Economics" - Kevin L. Reffett and Don E.
Schlagenhauf, Arizona State University

B2 - Technology: Chair - Peter Thompson

"Technological Innovations: Slumps and Booms" - Leonardi Felli, University of
Pennsylvania and Francois Ortalo-Magne,
London School of Economics, CEPR

"How Much did the Liberty Shipbuilderz Learn? New Evidence for an Old Case
Study" - Peter Thompson, University of
Houston

"Optimal Adoption of Complementary Technologies" - Boyan Jovanovic, New York University and Dmitriy Stolyarov, University of Pennsylvania

B3 - International Economics: Chair - B. Gabriela Mundaca

"Central Bank Interventions and the Probabilities of Exchange Rate Realignments" - B. Gabriela Mundaca, Central Bank of Norway

"Exchange Rates, Monetary Policy Regimes, and Beliefs" - Don E. Schlagenhauf, Arizona State University and Jeffrey M. Wrase, Fed. Res. Bank of Philadelphia

B4 - Labor Market Dynamics I: Chair - Ricardo Lagos

"Replacement Investment, Endogenous Fluctuations and the Dynamics of Job Creation and Job Destruction" - Raouf Boucekkine and Fernando del Rio, Universidad CarlosIII, and Omar Licandro, FEDEA

"What Shifts the Beveridge Curve?" - Ricardo Lagos, London School of Economics, and Giovanni L. Violante, University College of London

"Explaining Asymmetries in Aggregate Job Flows" - Fabrice Collard, CNRS-CEPREMAP, Patrick Feve, Universite de Nantes and CEPREMAP, Francois Langot, Universite du Maine and CEPREMAP, and Corinne Perraudin, CREST

B5 - Human Capital: Chair - Chung Yi Tse

"Human Capital and Growth Revisited: The Experience of China's Provinces" -
Ronald A. Edwards, University of Minnesota
and Douglas Gollin, Williams College

"Monopoly, Human Capital Accumulation and Development" - Chung Yi Tse,
University of Hong Kong

"A Spatial-Temporal Model of Human Capital Accumulation" - Venkatesh Bala,
McGill University and Gerhard Sorger,
Columbia University

B6 - Economic Geography I: Chair - Jerry Carlino

"Knowledge Creation, Matching, and Agglomeration" - Marcus Berliant,
Washington University, Robert Reed and Ping
Wang, Penn State University

"Urban Growth and Spatial Evolution" - Duncan Black and J. Vernon Henderson,
Brown University

"Aggregate Employment Growth and the Deconcentration of Metropolitan
Employment"- Jerry Carlino and Satyajit
Chatterjee, Fed. Res. Bank of Philadelphia

Sunday, June 28, 1998

Morning Sessions - C1-C6 - 9:30AM-11:30AM

C1 - Macroeconomic Policy: Chair - Jonathon Heathcoate

"Explaining Business Cycles in Small Open Economies: How Much Do World Prices Matter?" - M. Ayhan Kose, Brandeis University

"Inflation, Heterogeneity and Costly Credit: How Regressive is the Inflation Tax?"
Andres Erosa and Gustavo Ventura,
University of Western Ontario

"Fiscal Policy with Heterogeneous Agents and Incomplete Markets" - Jonathon Heathcoate, University of Pennsylvania

"On the Efficiency of Taylor Rules" - Diana N. Weymark, Western Washington University

C2 - Fluctuations I: Chair - Stephanie Schmitt-Grohe

"A Poisson-Ramsey Growth Model with Endogenous Cycles" - Klaus Waelde, University of Dortmund

"Human Capital and International Real Business Cycles" - Marco Maffezzoli, Istituto di Economia Politica E. Bocconi

"Understanding Self-Fulfilling Rational Expectations Equilibria in Real Business Cycle Models" - Yi Wen, The Hong Kong University of Science and Technology

"The Endogenous Business Cycles and the Dynamics of Output, Hours, and Consumption" - Stephanie Schmitt-Grohe, Fed. Res. Board

C3 - Consumer Durables and Housing: Chair - Mark Weder

"Price and Sectoral Dynamics in a Growth Model" - Sailesh K. Jha and Charles K. Leung, Chinese University of Hong Kong

"Fickle Consumers, Durable Goods, and the Business Cycle" - Mark Weder, Humboldt University

"Capital Income Taxation in an Economy with Housing and Business Capital" - Martin Gervais, The University of Western Ontario

"Economic Growth and Increasing Housing Price Puzzle" - Charles Ka Yui Leung, Chinese University of Hong Kong

C4 - Monetary Economics II: Chair - Ted Temzelides

"Modeling Exchange in POW Camps: A Simple Framework of Economic Fluctuations" - Juan-Manuel Renero Instituto Tecnologico Autonomo de Mexico

"Non-Steady State Equilibria in a Random Matching Monetary Model: A Dynamical Systems Approach" - Hector Lomeli, University of Colorado, and Ted Temzelides, Fed. Res. Bank of Philadelphia

"A Theory of Monetary Coalitions" - Stephen J. Burnell, Victoria University of Wellington, and Young Sik Kim, University of Iowa

"Money and Prices in Search Equilibrium" - Aleksander Berentsen, University of Bern

C5 - Economic Theory: Chair - Kenneth Kasa

"Segmented Risk Sharing in a Continuous-Time Setting" - Hector Chade, Arizona State University, and B. Taub, University of Illinois

"Prediction Ability, Investment and Firm Growth" - Katsuya Takii, University of Pennsylvania

"An Observational Equivalence Among - Control Policies" - Kenneth Kasa, Fed. Res. Bank of San Francisco

"The Use of Vector Field Analysis for Studying Debt Dynamics" - Willi Semmler, University of Beilefeld, and Malte Sieveking, University of Frankfurt

C6 - Labor Economics: Chair - Ian King

"Bidding for Labor" - Benoit Julien, John Kennes, and Ian King, University of Victoria

"Cross Sectional Predictions of Indivisible Labor Model" - Lilia Maliar, Universitat Pompeu Fabra

"Firm Specific Training in a Search Equilibrium" - Elena Quercioli, University of Essex

"The Perverse Dynamics of Growth-Induced Unemployment" - Fabien Postel-Vinay, MAD - Universite de Paris I

Sunday, June 28, 1998

1st Afternoon Sessions - D1-D6 -1:00PM - 2:30PM

D1 - Monetary Economics III: Chair - Shouyoung Shi

"Search, Inflation, and Capital Accumulation" - Shouyoung Shi, Queen's University

"Patterns of Transactions with Search" - Gabriele Camera, Purdue University, and Dean Corbae, University of Iowa

"Indivisibilities, Lotteries and Monetary Exchange," - Aleksander Berentsen, University of Bern, Miguel Molico, Penn State University, and Randall Wright, University of Pennsylvania

D2 - Industrial Organization II: Chair - Matti Liski

"Piecewise Stationary Markov Strategies in Dynamic Duopoly" - Matti Liski, Helsinki School of Economics

"Asymmetric Market Sharing and Cartel Stability Under Asymmetric Information" - Atin Basuchoudhary and John R. Conlon, University of Mississippi

"Strategic Experimentation and Disruptive Technological Change" - Fabiano Schivardi and Martin Schneider, Stanford University

D3 - Empirical Economics I: Chair - Allan D. Brunner

"El Nino or El Nonsense" - Allan D. Brunner, Federal Reserve Board

"Estimation of Capital and Technology with a Dynamic Economic Model" -
Baoline Chen, Rutgers University, and Peter
Zadrozny, U.S. Congressional Budget Office

"Life Expectancy of Daily Newspapers in the Netherlands: The Period 1848-
1997" - H.L. van Kranenburg, Franz C. Palm,
and Gerard A. Pfann, Maastricht University

D4 - Business Cycles II: Chair - Gwen Eudey

"Non-Linearities in Expectations over the Business Cycle" - Gwen Eudey, Fed.
Res. Bank of Philadelphia, and Roberto Perli,
University of Pennsylvania

"Productivity Growth, Consumer Confidence, and the Business Cycle" - Jean-
Pierre Danthine, Universite de Lausanne, John
B. Donaldson, Columbia University, and Thore Johnson, NHN

"An Exploration into Pigou's Theory of Cycles" - Paul Beaudry, University of
British Columbia, and Franck Portier, CREST
and CEPREMAP

D5 - Search and Matching I: Chair - Jonas D. M. Fisher

"Finding the Right Partner: Idiosyncratic Matching and On-the-Job Search" - Tracy Webb, University of Essex

"Aggregate Employment Fluctuations with Microeconomic Asymmetries" - Jeffrey R. Campbell, University of Rochester and NBER and Jonas D. M. Fisher, Fed. Res. Bank of Chicago and University of Western Ontario

"Discrimination with Endogenous Group Formation" - Hanming Fang, University of Pennsylvania

D6 - Economic Growth I: Chair - Olivier F. Morand

"Stagnation or Growth? The Role of Public Education" - Kenneth R. Beauchemin, University of Colorado at Boulder

"Endogenous Growth and Fertility" - Olivier F. Morand, University of Connecticut

"Growth and Equilibrium Indeterminacy: The Role of Capital Mobility" - Amartya Lahiri, UCLA

Sunday, June 28, 1998

2nd Afternoon Sessions - E1-E6 - 3:00PM-4:30PM

E1 - Consumption and Savings: Chair - Jonas D. M. Fisher

"Saving and Wealth in an Intergenerational Equilibrium" - Susheng Wang, UCLA

"On Aggregate Precautionary Saving: When is the Third Derivative Irrelevant?" - Mark Huggett and Sandra Ospina, ITAM

"Life-Cycle Income Uncertainty and Consumption" - Jonas Fisher, Fed. Res. Bank of Chicago, and Andreas Hornstein, Fed. Res. Bank of Richmond

E2 - Stock Markets I: Chair - Roger Lagunoff

"A Stochastic Model of Prices and Volumes in a Share Market with Two Types of Participants" - Masanao Aoki, UCLA

"Joint Ventures and Stock Market as Commitment Devices" - Tridib Sharma, ITAM

"A Model of Financial Fragility" - Roger Lagunoff, Georgetown University, and Stacey Schreft, Fed. Res. Bank of Kansas City

E3 - Business Cycles III: Chair - Wenli Li

"Capital Operating Time, Economic Fluctuations and the Dynamic of Output" - Fabrice Collard, CNRS and CEPREMAP, and Martial Dupaigne, Universite de Paris 1

"On Booms and Crashes: Is Asia Different?" - Graciela L/ Kaminsky, Fed. Res. Board, and Sergio Schmukler, The World Bank

"Capital Constraints and Firm Heterogeneity over Business Cycles" - Wenli Li, Fed. Res. Bank of Richmond

E4 - Search and Matching II: Chair - James Costain

"Multiple Employment Equilibria with Decreasing Returns to Scale in Matching" -
Juha Virrankoski, Helsinki School of
Economics and Business Administration

"A Simple Model of Multiple Equilibria Based on Risk" - James S. Costain,
Universitat Pompeu Fabra

"The Elasticity of Demand for Search with an Application to Unemployment
Insurance" - Michael A. Arnold, University of
Delaware, and Steven A. Lippman, UCLA

E5 - Growth and Immigration: Chair - Michael Ben-Gad

"Stages of Growth and the Distribution of Income" - Michael A. Sadler, Kansas
State University, and Scott Freeman,
University of Texas at Austin

"Growth, Employment and International Trade" - Marina Murat, Università di
Pavia

"Human Capital Investment, R&D, and Economic Growth" - Ting-Fang Chiang,
Yuan-Ze University, and Hsiao-Yun Teng,
National Central University, Taiwan

"Immigration in Dynamic Macroeconomic Models" - Michael Ben-Gad, University
of Houston

E6 -Monetary Economics IV: Chair - Stephen D. Williamson

"Private Money" - Stephen D. Williamson, University of Iowa

"On the Coexistence of Fiat Currency and an Illiquid Banking System" - Michael Loewy, Iowa State University

"A Search Theoretic Model of Legal and Illegal Currency" - Chris Waller, University of Indiana, and Elizabeth Soller, Drexel University

Monday, June 29, 1998

Morning Sessions - F1-F7 - 9:30AM-11:30AM

F1 - Indeterminacy and Fluctuations II: Chair - Sharon G. Harrison

"Endogenous Fluctuations in an OLG Model with Production" - Walter Bricc, Universite de Rennes I, and L. Lasselle, University of St. Andrews

"Expectations Driven Nonlinear Business Cycles and Factors Substitutability: A Reexamination" - Jean-Paul Barinci, University of Maine

"Two-Sector Models: Cycles, Chaos, and Indeterminacy" - Kirsten Ralf, University of Hamburg

"Indeterminacy in a Model with Sector-Specific Externalities" - Sharon G. Harrison, Columbia University

F2 - War, Revolution, and Menopause: Chair - Christian Zimmermann

"War and Democracy" - Gregory D. Hess, University of Cambridge, and Athanasios Orphanides, Fed. Res. Board

"The Politics of Co-option" - Graziella Bertocchi, Universita di Modena, Jody Overland, University of Colorado, and Michael Spagat, University of London

"Why Menopause?" - Christian Zimmermann, CREFE and University of Quebec

"Tickling the Foot of the Giant" - Stephane Pallage, University of Quebec

F3 - Labor Market Dynamic II: Chair - Peter Rupert

"Analyzing the Impact on Medicare/Medicaid Using Dynamic Program" - Morris Davis, University of Pennsylvania

"Government Policies, Informal Employment, and Growth" - Jane Ihrig, University of Virginia, and Karine S. Moe, Macalaster College

"Business Cycles in a Life Cycle Model with Home Production" - Paul Gomme, Richard Rogerson, Peter Rupert, and Randall Wright, University of Pennsylvania

"Home Work, Farm Work, and International Productivity Differences" - Douglas Gollin, Williams College, Stephen L. Parente, and Richard Rogerson, University of Pennsylvania

F4 - Economics of Information: Chair - Christopher Phelan

"Repeated Agency with History-Dependent, Unobserved Shocks" - Christopher Phelan, Northwestern University, and Ana Cristina Fernandez, University of Chicago

"Dynamic Risk-Sharing Contract with Non-Commitment and Savings" - Karine Gobert and Michel Poitevin, CRDE and Universite de Montreal

"Birds of a Feather: Teams as a Screening Mechanism" - Michele Breton, MQG, GERAD, HEC, Pascal St. Amour, CREFA and Universite Laval, and Desire Vencatachellum, IEA and HEC

"Financial Constraints, Cost of Capital and Net Worth" - Pamela Labadie, George Washington University

F5 - Search and I.O.: Chair - Shouyoung Shi

"Size of Middleman in Barter Economy" - Andrey Shevchenko, University of Pennsylvania

"Optimal Patent Design in Search Equilibrium" - Tuomas Takalo, University of Helsinki

"Product Market and the Size Wage Difference" - Shouyong Shi, Queen's University

"Firms, Workers, and New Equipment: A Search Model Analysis" - Andreas Hornstein, Fed. Res. Bank of Richmond, Per Krusell, and Giovanni Violante

F6 - Financial Markets II: Chair - Marcelle Chauvet

"Firm Size and Cyclical Variation in Stock Returns" - Gabriel Perez- Quiros, Fed. Res. Bank of New York, and Allan Timmermann, University of California, San Diego

"Cyclical Variation in the Risk and Return Relation" - Harold Zang, Carnegie Mellon University, and Paul Harrison, Brandeis University

"Non-linear Risk" - Marcelle Chauvet, University of California, Riverside and Simon Potter, Fed. Res. Bank of New York and UCLA

"Long Swings with Memory and Stock Market Fluctuations" - Chow and Liu

F7 -Political Economy: Chair - Antonio Merlo

"Education Finance in a Multi-District Economy " - Peter Bearse, University of Tennessee, Gerhard Glomm, Michigan State University, and B. Ravikumar, University of Iowa

"Analyzing the Case for Government Intervention in a Representative Democracy" - Tim Besley, London School of Economics, and Stephen Coate, University of Pennsylvania

"Educational Financing Policy and the Dynamics of the Distribution of Income when there are Poor Group Effects" - Elisabeth Caucutt, University of Rochester

"Voting on Social Security Reform with Heterogeneous Agents" - Juan Carlos Conesa and Dirk Krueger, University of Minnesota

"Stigma and Crime" - Ayse Imrohoroglu, University of Southern California, Antonio Merlo, University of Minnesota, Peter Rupert, Fed. Res. Bank of Cleveland

Monday, June 29, 1998

1st Afternoon Sessions - G1-G6 - 1:00PM- 2:30PM

G1 - Technical Change: Chair - Peter Rupert

"Measuring the Rate of Technological Progress in Structures" Michael Gort, University of Buffalo, Greenwood, and Peter Rupert, Fed. Res. Bank of Cleveland

"Inequality" - Boyan Jovanovic, New York University

"On North-South Convergence" - Francesco Caselli, University of Chicago

G2 - Search Unemployment: Chair - James Albrecht

"A Matching Model with Endogenous Skill Requirements" - James Albrecht and Susan Vroman, Georgetown University

"Search Unemployment with Advance Notice" - Pietro Garibaldi, International Monetary Fund

"Time Dependent Unemployment Benefits" - Melvyn Coles and Adrian Masters, University of Essex

G3 -Growth & Capital: Chair - Mario Forni

"Lifetime of Machines and the Growth Rate" - Raouf Boucekkin, Universidad Carlos III de Madrid, Omar Licandro, Fedea and Universidad Carlos III de Madrid, and Luis A. Puch, Universidad Complutense de Madrid

"Industrial Districts, Social Environment and Local Growth" - Mario Forni and Sergio Paba, University of Modena

"International Capital Mobility and the U.S.-European Unemployment Gap" - Allen Head and Shouyoung Shi, Queen's University

G4 - Macroeconomic Dynamics: Chair - Jang-Ting Guo

"A Transitional Analysis of The Welfare Cost of Inflation" - Clark A. Burdick,
Fed. Res. of Atlanta

"A Technology Level Misperceptions Theory of the Business Cycle" - Charles E.
Swanson, Temple University

"On the Welfare Effects of Eliminating Business Cycles" - Per Krusell, University
of Rochester, and Anthony A. Smith, Jr.,
Carnegie Mellon University

"Indeterminacy and Stabilization Policy" - Jang-Ting Guo, University of
California-Riverside, and Kevin J. Lansing, Hoover
Institution and Fed. Res. Banks of Cleveland and San Francisco

G5 - Banking: Chair - Warren E. Weber

"Bank Lending and Interest Rate Changes: A Matching Approach" - Giovanni
Dell'Ariccia and Pietro Garibaldi, International
Monetary Fund

"Demanding Debt as a Means of Payment: Banknotes versus Checks" - Charles M.
Kahn, University of Illinois, and William
Roberds, Fed. Res. Bank of Atlanta

"Lessons From a Laissez-Faire Payments System: The Suffolk Banking System
(1825- 1858)" - Arthur J. Rolnick, Fed. Res.
Bank of Minneapolis, Bruce D. Smith, University of Texas-Austin, and Warren E.
Weber, Fed. Res. Bank of Minneapolis

G6 - Economic Geography II: Chair - Keith Sill

"Step-by-Step Migration to Efficient Agglomerations" - Thomas Holmes,
University of Minnesota

"Geographic Concentration as a Dynamic Process" - Ed Glaeser, Harvard
University

"Regional Employment Dynamics" - Keith Sill, Fed. Res. Bank of Philadelphia

Monday, June 29, 1998

2nd Afternoon Sessions -H1-H6 - 3:00PM - 4:30PM

H1- Financial Markets: Chair - Stan Zin

"Equilibrium Valuation of Options on the Market Portfolio with Stochastic
Volatility and Return Predictability" - Melanie Cao,
Queen's University

"Dynamic Portfolio Choice and Risk Aversion" - Stan Zin and Thomas D.
Tallarini, Carnegie Mellon University

"Explaining International Comovements of Stock Returns and Real Activity: the
Role of Money and Nominal Rigidities" -
Robert Kollmann, Universite de Paris XII

H2 - Productivity: Chair - Jim Bessen

"The Market Value of a Firm and Plant-Level Productivity" - Douglas Dwyer,
William H. Mercer, Inc.

"Productivity Adjustments and Learning-by-Doing as Human Capital" - Jim
Bessen, Research on Innovation

"Embodied Technical Change and Investment: Estimates from Firm-Level Panel
Data" - Jason G. Cummins, New York
University, and Giovanni L. Violante, University College London

H3 - Search and Money: Chair - Yiting Li

"Money and Search with Enduring Relationships" - Dean Corbae, University of Iowa, and Joseph Ritter, Fed. Res. Bank of St. Louis

"Monetary Policy in Search Models with Money and Circulating Private Debt" - Yiting Li, National Tsing Hua University

"The Optimum Distribution of Money" - Aleksander Berentsen, University of Bern

H4 - International Finance II: Chair - Roger Craine

"Abandoning an Exchange Rate Target Zone" - Roger Craine, University of California, Berkeley

"How Small Shocks and Heterogeneous Expectations Can Create Swings in the Exchange Rate" - Torsten Slok, University of Copenhagen, and Jens Peter Sorensen, Den Danske Bank

H5 - Policy: Chair - Lutz Hendricks

"Technology and Policy Shocks in Models of Endogenous Growth" - Larry E. Jones, Northwestern University, Rudolfo E. Manuelli, University of Wisconsin, and Ennio Stacchetti, University of Michigan

"Taxation and Long-Run Growth" - Lutz Hendricks, Arizona State University

"Quantifying the Effects of Medicaid and Medicare on Aggregate Wealth" - Ronald W. Gecan, Catholic University of America

"Redistribution Policy in a Model with Heterogeneous Time-Preference" - David Andolfatto, and James Redekop, University of Waterloo

H6 - Labor Markets: Chair - Peter Norman

"Holdups and Efficiency with Search Frictions" - Daron Acemoglu, MIT

"Statistical Discriminations and Efficiency" - Peter Norman, University of Wisconsin

"Employment and Welfare Effects of the Social Insurance System" - Burkhard Heer, University of Cologne

Tuesday, June 30, 1998

Morning Sessions - 11-16 - 9:30AM-11:30AM

I1 - Applied Time Series: Chair - Hans-Martin Krolzig

"A New Approach to the Analysis of Shocks and the Cycle in a Model of Output and Employment" - Hans-Martin Krolzig, University of Oxford

"Maximum Likelihood Estimation of a Real Business Cycle Model of the Australian Economy" - James D. Thompson, University of Melbourne

"Cointegration and Predictability of Asset Prices" - Guglielmo M. Caporale and Nikitas Pittis, London Business School

"Is the Short Rate Drift Actually Nonlinear?" - David Chapman and Neil D. Pearson, University of Texas - Austin

"Interest Rate Arbitrage in Currency Baskets: Forecasting Weights and Measuring Risk" - Peter F. Christoffersen and Lorenzo Giorgianni, International Monetary Fund

I2 - Learning: Chair - George W. Evans

"Learning and Excess Volatility" - James Bullard, Fed. Res. Bank of St. Louis, and John Duffy, University of Pittsburgh

"Adaptive Learning in Multivariate Linear Models" - George W. Evans, University of Oregon

"Learning and the Law of Iterated Projections" - Bartholomew Moore, Rutgers University, and Huntley Schaller, Carleton University

I3 - Information and General Equilibrium: Chair - Jesus Santos

"Exclusive Information and the Convergence to REE" - Paula Ramada, Northwestern University

"General Competitive Analysis with Asymmetric Information" - Alberto Bisin, New York University, and Piero Gottardi, University of Venice

"Moral Hazard and Nominal, Linear Financial Contracts" - Alessandro Citanna, GSIA, Carnegie Mellon University

"Competition Among Exchanges" - Jesus Santos, GSB, University of Chicago, and Jose Scheinkman, University of Chicago

I4 - Fiscal Policy: Chair - Kevin J. Lansing

"Optimal Fiscal Policy, the Flat Tax, and Investment in Physical Versus Human Capital" - Steven P. Cassou, Kansas State University, and Kevin J. Lansing, Hoover Institution and Fed. Res. Banks of Cleveland and San Francisco

"Flat Tax Versus Intermediate Goods Taxation: Welfare and Growth Implications" - Scott L. Baier, University of Notre Dame, and Gerhard Glomm, Michigan State University

"Pre-announced Optimal Tax Reform" - David Domeij, Stockholm University and Northwestern University, and Paul Klein, Stockholm University

"Fiscal Policy and Nonlinear Interest Rate Dynamics in Continuous-Time Stochastic General Equilibrium" - Roland Demmel, University of Saarland

I5 - Labor Market Dynamics III: Chair - Satyajit Chatterjee

"Long-Term Employment Relationships and Wage Contracts in a Dynamic General Equilibrium Model" - Jens D. J. Larsen, University of Southampton

"Aggregate Employment, Real Business Cycles, and Superior Information" - Martin Boileau, University of Toronto, and Michel Normandin, Université de Québec de Montréal and CREFE

"Indivisible Labor, Seasonal Fluctuations, and Production Smoothing" - Satyajit Chatterjee, Fed. Res. Bank of Philadelphia, and B. Ravikumar, University of Iowa

"Bargaining Versus Efficiency Wages in a Dynamic Labor Market: A Synthesis" - Jon Strand, University of Oslo

16 - Economic Growth III: Chair - Fabrizio Perri

"Human Capital Accumulation and International Trade" - Giorgio Basevi, Giorgio Bellettini, and Carlotta Berti-Ceroni

"Persistent Growth: an International Perspective" - Alessandra Fogli and Fabrizio Perri, University of Pennsylvania

"Growth, Human Capital Accumulation and Divorce Laws" - Juan Pablo Nicollini, Universidad di Tella, and Pedro Videla, IESE

"Progressive Tax Rates and Endogenous Growth" - Steven Yamarik, University of Akron

Tuesday, June 30, 1998

Afternoon Sessions (Final) - J1-J5 - 1:00PM- 2:30PM

J1 - Money and Credit: Chair - James Bullard

"What to Stabilize in the Open Economy?: Some Notes on a Problem of Keynes" - Valeria Bencivenga, University of Texas, Elisabeth Huybens, ITAM, and Bruce D. Smith, University of Texas

"On Government Credit Programs" - Marco Espinosa, Fed. Res. Bank of Atlanta, Bruce D. Smith, University of Texas-Austin, and Chong K. Yip, The Chinese University of Hong Kong

"Central Bank Design in General Equilibrium" - James Bullard, Fed. Res. Bank of St. Louis, and Christopher J. Waller, Indiana University

J2 - International Trade: Chair - Scott L. Baier

"The Growth of World Trade: Tariffs, Transport Costs, and Intermediate Goods" -
Scott L. Baier and Jeffrey H. Bergstrand,
University of Notre Dame

"Foreign Direct Investment and the Dynamic Effects of Tariff Policy" - William J.
Polley, University of Iowa

"Biodiversity: A North-South Trade Differential Game" - Francisco Cabo and
Guiomar Martin-Herran, Universidad de
Valladolid

J3 - Industrial Organization III: Chair - David Thesmar

"Total Factor Productivity and Institutions: Some Evidence from the United States
Iron- Ore Industry" - James Schmitz, Fed.
Res. Bank of Minneapolis

"The End of Fordism: Macroeconomic Consequences of Endogenous
Organisational Responses" - David Thesmar, INSEE
and CREST, and Mathias Thoenig, DELTA and MAD

"Does Total Factor Productivity Fall After the Adoption of New Technology?" -
Mark Huggett and Sandra Ospina, ITAM

J4 - Financial Markets II: Chair - Milton H. Marquis

"Uncertain Labor Quality and Asset Pricing" - Milton H. Marquis, Florida State University, and Tor Einarsson, University of Iceland

"Dynamic System Analysis of Daily Returns of Major Stock Price Indices" - Yochanan Shachmurove, Po Ki Yuen, and Haim H. Bau, University of Pennsylvania

"Habit Formation: A Resolution of the Equity Premium Puzzle?" - Christopher Otrok, B. Ravikumar, and Charles H. Whiteman, University of Iowa

J5 - Economic Growth IV: Chair - Nicola Cetorelli

"Equity Markets and Growth: Cross-Country Evidence on Timing and Outcomes, 1980- 1995" - Peter L. Rousseau, Vanderbilt University, and Paul Wachtel, New York University

"Life Expectancy and Endogenous Growth" - David de la Croix, Universite Catholique de Louvain, and Omar Licandro, FEDEA and Universidad Carlos III de Madrid

"Portfolio Choice, Financial Structure, and Economic Development" - Nicola Cetorelli, Fed. Res. Bank of Chicago, and Yong Wang, University of Hong Kong

