



**ROTMAN SCHOOL OF MANAGEMENT
UNIVERSITY OF TORONTO
26-28 JUNE 2014 TORONTO, CANADA**

2014 ANNUAL MEETING OF THE SOCIETY FOR ECONOMIC DYNAMICS



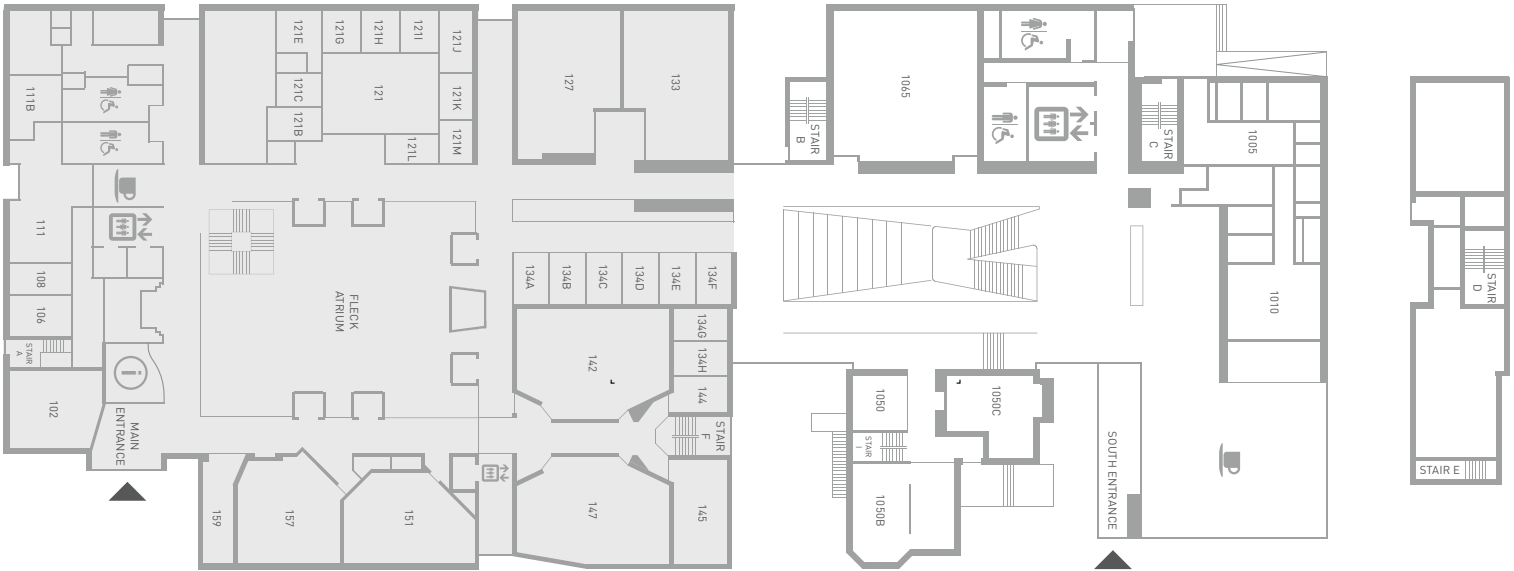
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**THE UNIVERSITY OF TORONTO,
JOSEPH L. ROTMAN SCHOOL OF
MANAGEMENT**

105/95 ST. GEORGE ST.
TORONTO, ONTARIO, CANADA, M5S 3E6
416-978-5703



SED Annual Meeting 2014

is hosted by

Rotman School of Management, University of Toronto

Program Chairs

Marina Azzimonti, Veronica Guerrieri

Local Organizers

Matthew Mitchell, Diego Restuccia

Plenary Speakers

Nicholas Bloom, Lawrence Christiano, Iván Werning

Program Committee Members

Yan Bai	Leonardo Melosi
Francesco Bianchi	Thomas Michael Mertens
Javier Bianchi	Benjamin Moll
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Greg Kaplan	Florian Scheuer
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Rafael Lopes de Melo	Venky Venkateswaran
Matteo Maggiori	Alessandra Voena
Pricila Maziero	Mike Waugh
Alisdair Mckay	Mirko Wiederholt
	Daniel Yi Xu



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Welcome to the 2014 Annual Meeting of the Society for Economic Dynamics

This year is special because it is the SED's 25th anniversary, and we are very happy to celebrate it with you!

We have a very exciting program for this year's meeting. The recent financial crisis and the deep recession that hit the US and many other countries have challenged macroeconomists to understand better the dynamic links between financial markets and the macroeconomy. Additionally, the slow labor market recovery following the Great Recession has fueled an impressive amount of research on labor market frictions. Finally, the money-credit contraction in the US and the Euro crisis have generated the need for innovative work on monetary policy design. The program clearly reflects this.

We have 433 excellent papers in the program covering all areas of economics, and which have been selected from over 1,300 submissions, plus plenary addresses from Nick Bloom (Stanford), Ivan Werning (MIT), and Larry Christiano (Northwestern).

Under the guidance of our past presidents Tom Sargent, Ed Prescott, Dale Mortensen, Tom Cooley, Boyan Jovanovic, David Levine and Richard Rogerson, all of you have helped our meetings grow from the first one (Minneapolis, June 1990) into the large and intellectually significant affair they are today. A panel session on "SED@25: a tribute to Dale" will take place as remembrance of our history and, in particular, of Dale Mortensen, one of the founding fathers of the SED. We also wanted to pay a special tribute to Dale Mortensen's contributions to search theory by organizing two special sessions inspired by his work.

Putting together a meeting on such a large scale involves a lot of work. So thanks go to the 50-member program committee who selected the papers in a timely manner. Particular thanks go to our local organizers, Matt Mitchell and Diego Restuccia, who pulled this together. Our officers, Ellen McGrattan (Treasurer) and Christian Zimmermann (Secretary) have also played a key role in setting things up at the US end.

As you know, these meetings are costly endeavors. So financial support from our sponsors is gratefully acknowledged, but we also want to thank you for participating, one day you will say...

"Oh yes! I was there at the 25th SED meeting! "

Have a good time! Enjoy the conference and Toronto. With very best wishes,

Marina Azzimonti, Veronica Guerrieri, Ramon Marimon



SED 2014 SCHEDULE

	June 26, 2014	June 27, 2014	June 28, 2014
9:00am-9:30am	Registration/Breakfast	Breakfast	Breakfast
9:30am – 11:00am	Morning Session I	Morning Session I	Morning Session I
11:00am – 11:30am	Coffee		
11:30am – 1:00pm	Morning Session 2	Morning Session 2	Morning Session 2
1:00pm-2:30pm	Lunch	Lunch SED@25: A Tribute to Dale Desautels Hall, 2 nd floor	Lunch
2:30pm-4:00pm	Afternoon Session 1	Afternoon Session 1	Afternoon Session 1
4:00pm – 4:30pm	Coffee		
4:30pm-6:00pm	Afternoon Session 2	Afternoon Session 2	Afternoon Session 2
6:15pm-7:15pm	Nick Bloom Plenary Desautels Hall, 2 nd floor	Ivan Werning Plenary Desautels Hall, 2 nd floor	Lawrence Christiano Plenary Desautels Hall, 2 nd floor
7:30pm-9:30 pm	Cocktails Hart House, Great Hall and The Quad (7 Hart House Circle)	Dinner Chestnut Hotel, Colony Ballroom (89 Chestnut Street)	



Thursday, June 26th, 9:30am to 11:00am

Production-based Asset Pricing
1065

Endogenous Economic Disasters and Asset Prices

Nicolas Petrosky-Nadeau (Carnegie Mellon University), Lu Zhang, Lars-Alexander Kuehn

Asset Pricing with Entry and Imperfect Competition

Erik Loualiche (MIT Sloan School of Management)

Technological Innovation: Winners and Losers

Dimitris Papanikolaou (Northwestern University)

Trade in Developing Countries
LL1010

Trade Liberalization, Internal Migration and Regional Income Differences: Evidence from China

Trevor Tombe (University of Calgary), Xiaodong Zhu

The Opportunity Cost of Exporting

Loris Rubini (Universidad Catolica de Chile), Alexander McQuoid

The Dynamics of Trade Adjustment: Evidence from 25 Years of Brazilian Matched Employer-Employee Data

Rafael Dix-Carneiro (Duke University), Brian Kovak

New Perspectives on Models with Heterogeneous Agents and Aggregate Shocks
1060

Accuracy Verification for Numerical Solutions of Equilibrium Models

Leonid Kogan (MIT), Indrajit Mitra

Precautionary Saving and Aggregate Demand

Xavier Ragot (Paris School of Economics), Edouard Challe, Julien Matheron, Juan Rubio-Ramirez;
Duke University

Wealth distribution and asset prices

Jinhui Ba, **Dan Cao (Georgetown University)**



Thursday, June 26th, 9:30am to 11:00am

Inequality and the Life-cycle 133

Price Search, Consumption Inequality, and Expenditure Inequality over the Life Cycle
Yavuz Arslan (The Central Bank of the Republic of Turkey), Bulent Guler; Temel Taskin

Consumption and Portfolio Choice over the Life Cycle under Extremely Leptokurtic Distribution of Earnings Changes
Fatih Karahan, **Serdar Ozkan (Federal Reserve Board)**

Generational Risk -- is it a big deal?: Simulating an 80-Period OLG model with Aggregate Shocks
Jasmina Hasanhodzic (Boston University), Laurence Kotlikoff

New Perspectives on Optimal Taxation LL1025

Optimal Financial Transaction Taxes
Eduardo Davila (Harvard University)

Revisiting the Classical View of Benefits-Based Taxation
Matthew Weinzierl (Harvard Business School)

Capital Taxation under Political Constraints
Florian Scheuer (Stanford University), Alexander Wolitzky

Search Theory 142

Costly Search with Adverse Selection: Solicitation Curse vs. Accelerating Blessing
Kyungmin Kim (University of Iowa), Marilyn Pease

Efficient Competition through Cheap Talk: Competing Auctions and Competitive Search without Ex-Ante Commitment
Kyungmin Kim, **Philipp Kircher (University of Edinburgh)**

Meeting Technologies and Optimal Trading Mechanisms in Competitive Search Markets
Benjamin Lester, Ludo Visschers, **Ronald Wolthoff (University of Toronto)**



Thursday, June 26th, 9:30am to 11:00am

Labor Supply and Human Capital
147

Career Prospects of Overeducated Americans

Clement Joubert (University of North Carolina), Arnaud Maurel

Search, Matching and Training

Ahu Gemici, **Royal Holloway (University of London)**

Social Security Benefits, Life Expectancy and Early Retirement

Maria Casanova (UCLA), Daifeng He, Qi Li, Juan Pantano

Productivity and the Great Recession
LL1030

Productivity and Potential Output Before, During, and After the Great Recession

John Fernald (Federal Reserve Bank of San Francisco)

The Elasticity of Substitution Between Time and Market Goods: Evidence from the Great Recession

Arlene Wong (Northwestern University), Aviv Nevo

Liquidity, Trends, and the Great Recession

Pablo Guerron-Quintana (Federal Reserve Bank of Philadelphia)

Systemic Risk
LL1035

Fire-Sale Spillovers and Systemic Risk

Fernando Duarte, **Thomas Eisenbach (Federal Reserve Bank of New York)**

Collateral Risk, Repo Rollover and Shadow Banking

Shengxing Zhang (New York University)

Liquidity Policies and Systemic Risk

Tobias Adrian (Federal Reserve Bank of New York), Nina Boyarchenko



Thursday, June 26th, 9:30am to 11:00am

Information and the Real Economy
LL1060

Reputation and Aggregate Shocks

Boyan Jovanovic (New York University), Julien Prat

Information Globalization, Risk Sharing, and International Trade

Isaac Baley (New York University), Laura Veldkamp, Mike Waugh

Information, Misallocation and Aggregate Productivity

Joel David (USC), Hugo A. Hopenhayn, Venky Venkateswaran

Topics in Political Economy II
151

Who do Unions Target? Unionization over the Life-Cycle of U.S. Businesses

Emin Dinlersoz (U.S. Census Bureau), Jeremy Greenwood, Henry Hyatt

A Revealed Preference Approach to the Elicitation of Political Attitudes: Experimental Evidence on Anti-Americanism in Pakistan

Leonardo Bursztn, **Michael Callen (UCLA)**, Bruno Ferman, Ali Hasanain, Noam Yuchtman

Income Inequality, Political Polarization and Fiscal Policy Gridlock

Yanlei Ma (Cornell University)

Employment Risk
157

A Labor Capital Asset Pricing Model

Lars Kuehn (Carnegie Mellon University), Mikhail Simutin, JessieJiaxu Wang

On the Provision of Insurance Against Search-Induced Wage Fluctuations

Jean-Baptiste Michau (Ecole Polytechnique), France

Financial Risk and Unemployment

Zvi Eckstein, Ofer Setty, **David Weiss (Tel Aviv University)**



Thursday, June 26th, 11:30am to 1:00pm

The Economics of Credit Card Markets
1065

Regulating Consumer Financial Products: Evidence from Credit Cards
Johannes Stroebe (New York University)

Are Young Borrowers Bad Borrowers? Evidence from the Credit CARD Act of 2009
Andra Ghent (Arizona State University)

Perverse Nudges: Minimum Payments and Debt Paydown in Consumer Credit Cards
Benjamin Keys (University of Chicago), Jialan Wang

Household Heterogeneity and Aggregate Outcomes
LL1020

Idiosyncratic risk, insurance, and aggregate consumption dynamics: a likelihood perspective
Alisdair McKay (Boston University)

The Transmission of Monetary Policy Operations through Redistributions and Durable Purchases
Vincent Sterk (University College London), Silvana Tenreyro

Does Greater Inequality Lead to More Household Borrowing? New Evidence from Household Data
Olivier Coibion, Yuri Gorodnichenko, **Marianna Kudlyak** (FRB Richmond), John Mondragon

Exchange Rates and Risk
LL1025

International Comovement through Endogenous Long Run Risk
Federico Gavazzoni (INSEAD), Maria Santacreu

Term-structure of consumption risk premia in the cross-section of currency returns
Irina Zviadadze (Stockholm School of Economics)

The Term Structure of Currency Carry Trade Risk Premia
Hanno Lustig, Andreas Stathopoulos, **Adrien Verdelhan** (MIT Sloan)



Thursday, June 26th, 11:30am to 1:00pm

Wealth Distribution and Macroeconomics
LL1030

Wealth Distribution and the Business Cycle
Benjamin Moll (Princeton University)

The Wealthy Hand-to-Mouth
Greg Kaplan, **Gianluca Violante (NYU)**

The Wealth Distribution in Bewley Models with Investment Risk
Jess Benhabib (NYU), Alberto Bisin, Shenghao Zhu

Macprudential Policies
151

Macprudential Capital Controls and the Shadow Economy
Julien Bengui (Université de Montréal), Javier Bianchi

Monetary and macroprudential policy with foreign currency loans
Michał Brzoza-Brzezina, Marcin Kolasa, **Krzysztof Makarski (National Bank of Poland)**

Overlending and Macroprudential Tools
Pedro Gete, **Natalie Tiernan (Office of the Comptroller of the Currency)**

Economics of Crime
157

Incarceration and Low Skilled Labor Markets: A Macroeconomic Analysis
Bulent Guler (Indiana University – Bloomington), Amanda Michaud

A quantitative analysis of the retail market for illicit drugs
Manolis Galenianos, **Royal Holloway (University of London)**, Alessandro Gavazza

Why do Europeans steal more than Americans?
Marek Kapicka (University of California Santa Barbara), Peter Rupert, Giulio Zanella



Thursday, June 26th, 11:30am to 1:00pm

Theoretical Advances on Savings' Models

142

Continuous Markov Equilibria with Quasi-Geometric Discounting

Satyajit Chatterjee (Federal Reserve Bank of Philadelphia), Burcu Eyigungor

A General and Intuitive Envelope Theorem

Andrew Clausen, **Carlo Strub (University of St. Gallen)**

Poverty and Self Control

B. Douglas Bernheim, Debraj Ray, **Sevin Yeltekin (Carnegie Mellon University)**

Matching with Frictions and Heterogeneity: Empirical Applications

147

Productivity Shocks, Dynamic Contracts and Income Uncertainty

Thibaut Lamadon (University College London)

Separations, Sorting and Cyclical Unemployment

Andreas Mueller (Columbia University)

A Forest Fire Theory of Recessions and Unemployment

Matthew Jackson, **Pietro Tebaldi (Stanford University)**

Risk Taking and Banking

133

Efficient Financial Crises

Ariel Zetlin-Jones (Carnegie Mellon University)

A simple general equilibrium model of large excess reserves

Huberto Ennis (Federal Reserve Bank of Richmond)

Agency Cost Determinants of Bank Risk-Taking

Kinda Hachem (University of Chicago)



Thursday, June 26th, 11:30am to 1:00pm

Labor Markets and the Great Recession
LL1035

Accounting for recent labor market behavior

Peter Rupert (University of California, Santa Barbara)

Are Labor or Product Markets to Blame for Recessions?

Mark Bills, Peter Klenow; **Ben Malin (Federal Reserve Bank of Minneapolis)**

What Shifts the Beveridge Curve? Recruitment Effort and Financial Shocks

Alessandro Gavazza, **Simon Mongey (NYU)**, Gianluca Violante

Frictional Product Markets
LL1060

Markups Dynamics with Customer Markets

Luigi Paciello (Einaudi Institute, EIEF), Andrea Pozzi, Nicholas Trachter

An Economical Business-Cycle Model

Pascal Michailat (London School of Economics), Emmanuel Saez

Can Intangible Capital Explain Cyclical Movements in the Labor Wedge?

Leena Rudanko (Boston University)

Growth and Development
LL1010

The Growth Dynamics of Innovation, Diffusion, and the Technology Frontier

Jess Benhabib, **Jesse Perla (University of British Columbia)**, Christopher Tonetti

Subsistence Entrepreneurs and Misallocation

Kevin Donovan (University of Notre Dame)

Crony Capitalism with Chinese Characteristics

Michael Song (The University of Chicago Booth School of Business)



Thursday, June 26th, 2:30pm to 4:00pm

Sovereign Default and Financial Crises 1065

Contagion of Sovereign Default: the Role of Two Financial Frictions

JungJae Park (National University of Singapore)

Sovereign Default and Government's Bailouts

Javier Bianchi, **Sandra Lizarazo (Universidad Carlos III de Madrid)**, Horacio Saprizza

Portfolio Choice and Partial Default in Emerging Markets: a quantitative analysis

Kieran Walsh (University of Virginia, Darden School of Business)

Financial Regulation 142

The Case for Incomplete Markets

Lawrence Blume, Timothy Cogley, David Easley, Thomas Sargent, **Viktor Tsyrennikov (Cornell University)**

Good Disclosure, Bad Disclosure

Itay Goldstein, **Liyang Yang (Joseph L. Rotman School of Management)**

Optimal financial regulation under moral hazard

Sebastian Di Tella (Stanford University, Graduate School of Business)

Firms and Wages LL1010

Occupational Mobility and Wage Dynamics Within and Between Firms

Francis Kramarz, **Fabien Postel-Vinay (University College London)**, Jean-Marc Robin

Identifying Equilibrium Models of Labor Market Sorting

Marcus Hagedorn, **Tzuo Hann Law (University of Pennsylvania)**, Iouri Manovskii

How Firms Affect Wages: a Structural Decomposition

Rafael Lopes de Melo (University of Chicago)



Thursday, June 26th, 2:30pm to 4:00pm

Inflation in the Great Recession
LL1020

Inflation in the Great Recession and New Keynesian Models

Marco Del Negro, **Marc Giannoni (Federal Reserve Bank of New York)**, Frank Schorfheide

Inflation Experience and Inflation Expectations: Spatial Evidence

Marcel Fratzscher, Refet Gürkaynak, **Gulserim Ozcan (Bilkent University)**

Empirical Properties of Inflation Expectations and the Zero Lower Bound

Mirko Wiederholt (Goethe University Frankfurt)

Innovation, Diffusion and Growth
LL1025

Young, Restless and Creative: Openness to Disruption and Creative Innovations

Daron Acemoglu, Ufuk Akcigit, **Murat Celik (University of Pennsylvania)**

The Race Between Technology and Human Capital

Nancy L Stokey (Department of Economics)

The Global Diffusion of Ideas

Francisco Buera (University of California at Los Angeles)

Macroeconomic Effects of Aggregate Uncertainty
LL1030

Uncertainty in linear models

Cosmin Ilut, **Martin Schneider (Stanford University)**

Sentiment and the U.S. Business Cycle

Fabio Milani (University of California, Irvine)

Information Aversion

Marianne Andries (Toulouse School of Economics), Valentin Haddad



Thursday, June 26th, 2:30pm to 4:00pm

Topics in Industrial Organization 133

Acquisitions, Productivity, and Profitability: Evidence from the Japanese Cotton Spinning Industry
Serguey Braguinsky (Carnegie Mellon University), Atsushi Ohyama, Tetsuji Okazaki, Chad Syverson

Dynamic Demand for New and Used Durable Goods without Physical Depreciation: The Case of Japanese Video Games

Masakazu Ishihara (New York University), Andrew Ching

Advertising, Consumer Awareness and Choice: Evidence from the U.S. Banking Industry

Elisabeth Honka, Ali Hortacsu, **Maria Ana Vitorino (University of Minnesota)**

Labor Supply Margins LL1035

Firing Costs and Labor Market Fluctuations: A Cross-Country Analysis

Lee Ohanian, **Andrea Raffo (Federal Reserve Board)**, Richard Rogerson

Great opportunities or poor alternatives: self-employment, unemployment and paid employment over the business cycle

Matthias Kredler, Ana Millan, **Ludo Visschers (Madrid and University of Edinburgh)**

Explaining the Spread of Temporary Jobs and its Impact on Labor Turnover

Franck Malherbet (CREST and Ecole Polytechnique)

Job Search and Migration LL1060

The Interaction between Job Search and Housing Decisions

Silvio Rendon (Stony Brook University) **Núria Quella**

Income Inequality, Neighborhoods, Prices and the Liquidity of Housing

Allen Head, Huw Lloyd-Ellis, **Derek Stacey (Ryerson University)**

Optimal Spatial Taxation

Jan Eeckhout (University College London and GSE-UPF), Nezh Guner



Thursday, June 26th, 2:30pm to 4:00pm

Corporate Finance 151

Equity market misvaluation, financing, and investment

Missaka Warusawitharana (Board of Governors), Toni Whited

Can Changes in the Cost of Cash Resolve the Corporate Cash Puzzle?

Jose Azar, **Jean-François Kagy (Cornerstone Research)**, Martin Schmalz

Capital Flows in Rational Markets

Francesco Franzoni, **Martin Schmalz (University of Michigan)**

College Education 157

The Life Cycle of Earnings and Educational Attainment of U.S. Cohorts

Yu-Chien Kong, B Ravikumar, **Guillaume Vandembroucke (University of Southern California)**

Student Aid, Academic Achievement, and Labor Market Behavior: Grants or Loans?

Juanna Joensen (Stockholm School of Economics), Elena Mattana

College Attrition and the Dynamics of Information Revelation

Peter Arcidiacono, Esteban Aucejo, **Arnaud Maurel (Duke University)**

Information and Trading 147

Regulatory Intensity, Crash Risk, and the Business Cycle

Bo Sun, Xuan Tam, **Eric Young (University of Virginia)**

Dispersed Beliefs and Aggregate Demand Management

Sushant Acharya (University of Maryland), College Park

A Theory of Blind Trading

Cyril Monnet, **Erwan Quintin (University of Wisconsin)**



Thursday, June 26th, 4:30pm to 6:00pm

Informational Frictions

142

A Theory of Balance Sheet Recessions with Informational and Trading Frictions

Vladimir Asriyan (UC Berkeley)

Public Information in Populations with Heterogeneous Interests

Kristoffer Nimark (CREI)

Coordination Capital

Edouard Schaal, **Mathieu Taschereau-Dumouchel (University of Pennsylvania - Wharton)**

Home Equity, Portfolio Choice, and Default Decisions

147

Household Finance: Education, Permanent Income and Portfolio Choice

Guozhong Zhu (Peking University)

Equity Extraction and Mortgage Default

Steven Laufer (Federal Reserve Board)

Bankruptcy, Delinquency and Debt after the 2005 Bankruptcy Law.

Stefania Albanesi, **Jaromir Nosal (Columbia University)**

Dynamic Household Decision Making

1065

What Accounts for the Racial Gap in Time Allocation and Intergenerational Transmission of Human Capital?

George-Levi Gayle, **Limor Golan (University of Washington in St. Louis)**, Mehmet Soytas

Labor Supply, Wealth Dynamics and Marriage Decisions

Maurizio Mazzocco, **Claudia Ruiz (World Bank)**, Shintaro Yamaguchi

Pre-nuptial Contracts, Labor Supply and Household Investments

Alessandra Voena (University of Chicago)



Thursday, June 26th, 4:30pm to 6:00pm

Optimal Policy in Open Economies
LL1010

Pecuniary Externalities and Capital Controls

Markus Brunnermeier (Princeton University)

Are Capital Controls Prudential? An Empirical Investigation

Andres Fernandez (Inter American Development Bank), Alessandro Rebucci, Martin Uribe

Macprudential Regulation in a Currency Union

Oleg Itskhoki (Princeton University)

Chinese Economic Transition
LL1020

Will China Escape the Middle-income Trap? A Politico-economic Theory of Growth and State Capitalism

Yikai Wang (University of Zurich)

Breaking the "Iron Rice Bowl" and Precautionary Savings: Evidence from Chinese State-Owned Enterprises Reform

Hui He (Shanghai University), Feng Huang; Zheng Liu, Dongming Zhu

Partial Insurance and Aggregate Welfare in China: 1989 to 2009

Raul Santaaulalia-Llopis, **Yu Zheng (City University of Hong Kong)**

Dale Mortensen Honorary Session: Working Papers
LL1025

Equilibrium Labor Turnover, Firm Growth and Unemployment

Melvyn Coles (University of Essex), Dale Mortensen

Wage and Productivity Dispersion: The Roles of Rent Sharing, Labor Quality and Capital Intensity

Jesper Bagger, **Royal Holloway (University of London)**, Bent Christensen

Labor Market Friction, Firm Heterogeneity, and Aggregate Employment and Productivity

Rasmus Lentz (University of Wisconsin-Madison), Dale Mortensen



Thursday, June 26th, 4:30pm to 6:00pm

Topics in Political Economy I
133

Dynamic Natural Monopoly Regulation: Time Inconsistency, Asymmetric Information, and Political Environments

Claire Lim (Cornell University), Ali Yurukoglu

The Effect of Campaign Contributions on State Banking Regulation and Bank Expansion in U.S.

Hector Perez Saiz (Bank of Canada), Aggey Semenov

Austerity plans and tax evasion : theory and evidence from Greece

Francesco Pappada (University of Lausanne), Yanos Zylberberg

Asset Prices, Macroeconomics, and Long Run Risks
LL1030

How much would you pay to resolve long-run risk?

Larry Epstein (Boston University), Emmanuel Farhi, Tomasz Strzalecki

Good and Bad Uncertainty: Macroeconomic and Financial Market Implications

Amir Yaron (University of Pennsylvania)

The Common Factor in Idiosyncratic Volatility

Bernard Herskovic, Bryan Kelly, Hanno Lustig, **Stijn Van Nieuwerburgh (NYU)**

Applied Applied Work on Migration
151

Migrant Remittances and Information Flows: Evidence from a Field Experiment

Catia Batista, **Gaia Narciso (Trinity College Dublin)**

Delinking Land Rights from Land Use: Certification and Migration in Mexico

Alain de Janvry, Kyle Emerick, **Marco Gonzalez-Navarro (University of Toronto)**, Elisabeth Sadoulet

Misallocation, Internal Trade, and the Role of Transportation Infrastructure

Jose Asturias, **Manuel Garcia-Santana (ECARES)**, Roberto Ramos



Thursday, June 26th, 4:30pm to 6:00pm

International Transmission of Shocks
LL1035

Global Entropy

Mariano Croce, **Thien Nguyen (UPenn - Wharton)**, Lukas Schmid

Global Banks' Dynamics and the International Transmission of Shocks

Jose Fillat, **Stefania Garetto (Boston University)**, Martin Goetz

Trade and the Geographic Spread of the Great Recession

Sebastian Stumpner (UC Berkeley)

Optimal Contracts and Moral Hazard
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Incentives, Project Choice, and Dynamic Multitasking

Martin Szydlowski (University of Minnesota)

Optimal Contract, Ownership Structure and Asset Pricing

Hae Won (Henny) Jung, **Qi Zeng (University of Melbourne)**

The Complexity of CEO Compensation: Incentives and Learning

Arantxa Jarque (Federal Reserve Bank of Richmond)

Networks in Macroeconomics
LL1060

Firm Volatility in Granular Networks

Bryan Kelly (University of Chicago), Hanno Lustig; Stijn Van Nieuwerburgh

Supply Chain Disruptions: Evidence from Great East Japan Earthquake

Vasco Carvalho (University of Cambridge and CREI), Makoto Nirei; Yukiko Saito

Diversification in the Small and in the Large: Evidence from Trade Networks

Julien Martin (UQAM), Isabelle Mejean



Friday, June 27th, 9:30am to 11:00am

Information and Credit Risk 1065

Rating Agencies

Harold Cole, **Thomas Cooley (New York University)**

Dynamic Dispersed Information and the Credit Spread Puzzle

Elias Albagli (Central Bank of Chile), Christian Hellwig, Aleh Tsyvinski

Robust Stress Testing

Rhys Bidder (Federal Reserve Bank of San Francisco), Andrew McKenna

Sectoral Views on Growth and Development 151

Wages, Human Capital, and the Allocation of Labor across Sectors

Berthold Herrendorf, **Todd Schoellman (Arizona State University)**

Structural Transformation and the Rural-Urban Divide

Viktoria Hnatkovska, **Amartya Lahiri (University of British Columbia)**

Structural Change and the Dynamics of Real Exchange Rate

Yong Wang, Juanyi Xu, **Xiaodong Zhu (University of Toronto)**

Human Capital Accumulation 157

Constrained Efficiency in a Risky Human Capital Model

Yena Park (University of Pennsylvania)

Risky, Lumpy Human Capital in Household Portfolios

Kartik Athreya, **Felicia Ionescu (Federal Reserve Board)**, Urvi Neelakantan

Wealth Distribution and Human Capital: How Borrowing Constraints Shape Educational Systems

Marti Mestieri (Toulouse School of Economics)



Friday, June 27th, 9:30am to 11:00am

Employment and Occupational Choice 133

What Should I Be When I Grow Up? Occupations and Unemployment over the Life Cycle

Martin Gervais (University of Iowa), Nir Jaimovich, Henry Siu, Yaniv Yedid-Levi

Learning, Occupational Choice and Human Capital Accumulation: A Multi-Armed Bandit Approach

Rafael Lopes de Melo, **Theodore Papageorgiou (Penn State University)**

Hiring Practices, Duration Dependence, and Long-Term Unemployment

Gregor Jarosch, **Laura Pilossoph (Federal Reserve Bank of New York)**

Inflation and Welfare in Modern Monetary Models LL1010

A Model of Monetary Exchange with Lumpy Consumption

Guillaume Rocheteau, Pierre-Olivier Weill, **Tsz-Nga Wong (Bank of Canada)**

Central Bank Purchases of Private Assets

Stephen Williamson (Washington University in St. Louis)

Rehypotheccation

David Andolfatto, **Fernando Martin (Federal Reserve Bank of St. Louis)**, Shengxing Zhang

Applications of Dynamic Contracts to Finance LL1020

Optimal Design of Internal Disclosure

Dmitry Orlov (Stanford Graduate School of Business)

Adverse Selection, Slow Moving Capital and Misallocation

William Fuchs, **Brett Green (UC Berkeley - Haas School of Business)**, Dimitris Papanikolaou

Impatience vs. incentives

Marcus Opp (UC Berkeley - Haas School of Business), John Zhu



Friday, June 27th, 9:30am to 11:00am

Search in the Housing Market
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Buying First or Selling First? Buyer-Seller Decisions and Housing Market Volatility
Espen Moen, **Plamen Nenov (Norwegian Business School (BI))**

Homeownership and the Scarcity of Rentals
Jonathan Halket (University of Essex), Matteo Pignatti

moving house
Rachel Ngai (London School of Economics), Kevin Sheedy

Dynamic Tax Policy
LL1025

Optimal Taxation with Incomplete Markets
Anmol Bhandari, **David Evans (New York University)**, Mikhail Golosov, Thomas Sargent

Debt and government spending in ambiguous times
Axelle Ferriere, **Anastasios Karantounias (Federal Reserve Bank of Atlanta)**

Transitional Dynamics and Long-Run Optimal Taxation under Incomplete Markets
Omer Acikgoz (Yeshiva University)

Topics on Global Production
LL1030

The Margins of Global Sourcing: Theory and Evidence from U.S. Firms
Pol Antras, **Teresa Fort (Tuck School of Business, Dartmouth)**, Felix Tintelnot

The Impact of Contract Enforcement Costs on Outsourcing and Aggregate Productivity
Johannes Boehm (London School of Economics)

Export-Learning and FDI with Heterogeneous Firms
Amanda Jakobsson (Singapore Management University)



Friday, June 27th, 9:30am to 11:00am

Heterogeneity in Macroeconomics
LL1035

Inequality, Recessions and Recoveries

Fabrizio Perri (University of Minnesota)

Individual and Aggregate Labor Supply in a Heterogeneous Agent Economy with Intensive and Extensive Margins

Yongsung Chang, Sun-Bin Kim, Kyooho Kwon, **Richard Rogerson (Princeton University)**

Intergenerational Redistribution through Monetary Policy

Makoto Nakajima (Federal Reserve Bank of Philadelphia)

Understanding the Labor Supply
147

Job Search Behavior among the Employed and Unemployed

Jason Faberman, Andreas Mueller, Aysegul Sahin, **Giorgio Topa (Federal Reserve Bank of New York)**

Aggregation and Labor Supply Elasticities

Monika Merz (University of Vienna)

The Intensity of Job Search and Search Duration

Jason Faberman (Federal Reserve Bank of Chicago), Marianna Kudlyak

Marriage, Work and Intra-household Dynamics
LL1060

Relationship Skills in the Labor and Marriage Markets

Gueorgui Kambourov, **Aloysius Siow (University of Toronto)**, Laura Turner

Marriage Market and Labor Market Search with Endogenous Schooling Decisions

Luca Flabbi (IDB and Georgetown University), Christopher Flinn, Nezh Guner

Household Sharing and Commitment: Evidence from Panel Data on Individual Expenditures and Time Use

Jeremy Lise, **Ken Yamada (Singapore Management University)**



Friday, June 27th, 11:30am to 1:00pm

Public Finance in a Global Economy
1065

Rethinking Optimal Currency Areas

Varadarajan Chari, **Alessandro Dovis (Penn State)**, Patrick Kehoe

Sovereign Debt vs Redistributive Taxes: Financing Recoveries in Unequal and Uncommitted Economies

Alessandro Dovis, **Ali Shourideh (University of Pennsylvania)**

Renegotiation and the Maturity Structure of Sovereign Debt

Ananth Ramanarayanan (University of Western Ontario)

Macro Labor
LL1010

Business Cycles and Household Formation

Greg Kaplan (Princeton University)

The Cyclicity of the Opportunity Cost of Employment

Gabriel Chodorow-Reich (Harvard University), Loukas Karabarbounis

Men Not At Work

Mark Aguiar, **Erik Hurst (University of Chicago)**, Loukas Karabarbounis

Financial Market Imperfections
LL1020

Liquidity as Social Expertise

Pablo Kurlat (Stanford University)

Financial Entanglement: A Theory of Incomplete Integration, Leverage, Crashes, and Contagion

Nicolae Garleanu (University of California, Berkeley), Stavros Panageas, Jianfeng Yu

Liquidity Risk and the Dynamics of Arbitrage Capital

Peter Kondor (Central European University), Dimitri Vayanos



Friday, June 27th, 11:30am to 1:00pm

Money, Credit and Inflation LL1025

Inflation Dynamics During the Financial Crisis

Simon Gilchrist (Boston University), Raphael Schoenle, Jae Sim, Egon Zakrajsek

Measuring the Effect of the Zero Lower Bound on Yields and Exchange Rates in the UK and Germany

Eric Swanson (FRB San Francisco), John C. Williams

High Frequency Identification of Monetary Non-Neutrality

Emi Nakamura (Columbia University), Jon Steinsson

Housing and Migration 133

Gross Migration, Housing and Urban Population Dynamics

Morris Davis, **Jonas Fisher (Federal Reserve Bank of Chicago)**, Marcelo Veracierto

Rural-Urban Migration, Structural Change, and Housing Markets in China

Carlos Garriga, **Yang Tang (Nanyang Technological University)**, Ping Wang

The Effects of Labor Migration on Optimal Taxation: An International Tax Competition Analysis

Soojin Kim (Purdue University)

Family Economics 151

Deadbeat Dads

Meghan Skira (University of Georgia), Andrew Beauchamp, Geoffrey Sanzenbacher, Shannon Seitz

Marriage Dynamics, Earnings Dynamics, and Lifetime Family Income

Joseph Altonji, **Ivan Vidangos (Federal Reserve Board)**

DINKs, DEWKs & Co. Marriage, Fertility and Childlessness in the United States

Thomas Baudin, **David de la Croix (Université catholique Louvain)**, Paula Gobbi



Friday, June 27th, 11:30am to 1:00pm

Macro Approaches to Development LL1030

Lack of Selection and Poor Management Practices: Firm Dynamics in Developing Countries
Ufuk Akcigit, **Michael Peters (London School of Economics)**

Misallocation of Human Capital and the Wealth of Nations
Junichi Fujimoto (University of Tokyo), David Lagakos;

Land Misallocation and Productivity
Diego Restuccia (University of Toronto), Raul Santaeulalia-Llopis

Intermediation in Dynamic Contracts 142

Sophisticated Intermediation and Aggregate Volatility
Luigi Iovino (Bocconi)

Optimal Dynamic Contracts in Financial Intermediation: With an Application to Venture Capital Financing
Igor Salitskiy (Stanford University)

Risk Sharing and Contagion in Networks
Antonio Cabrales, **Piero Gottardi (European University Institute)**, Fernando Vega-Redondo

Information Frictions in DSGE Models 157

Reputation and Liquidity Traps
Taisuke Nakata (Federal Reserve Board)

Policy Paradoxes in the New-Keynesian Model
Michael Kiley (Board of Governors of the Federal Reserve System)

The Limits of Monetary Policy Under Imperfect Knowledge
Stefano Eusepi (Federal Reserve Bank of New York), Marc Giannoni, Bruce Preston



Friday, June 27th, 11:30am to 1:00pm

Session 70: Banks, Liquidity and Financial Crises
LL1060

Short-Term Debt and Financial Crises: What we can learn from U.S. Treasury Supply
Arvind Krishnamurthy (Northwestern University)

Capital Requirements in a Quantitative Model of Banking Industry Dynamics
Pablo D'Erasmus (University of Maryland / FRB Philadelphia)

Banks, Liquidity Management and Monetary Policy
Javier Bianchi (University of Wisconsin)

Firms' Heterogeneity
147

Credit Shocks in an Economy with Heterogeneous Firms and Default
Aubhik Khan, Tatsuro Senga, **Julia Thomas (The Ohio State University)**

Serial Entrepreneurship and the Impact of Credit Constraints of Economic Development
Galina Vereshchagina (Arizona State University)

Surprise, Surprise - Measuring Firm-Level Investment Innovations
Ruediger Bachmann (RWTH Aachen University)

Estimation Techniques
LL1035

Estimation and Counterfactuals in Dynamic Structural Models Using an Euler-Equations Policy-Iteration Mapping
Victor Aguirregabiria (University of Toronto), Arvind Magesan

Inference Based on SVARs Identified with Sign and Zero Restrictions: Theory and Applications
Jonas Arias, **Juan Rubio-Ramirez (Duke University)**, Daniel Waggoner

Expecting the Fed
Anna Cieslak (Northwestern University), Pavol Povala



Friday, June 27th, 2:30pm to 4:00pm

Networks and Decentralized Exchange
1065

Mandatory Disclosure and Financial Contagion
Gadi Barlevy (Federal Reserve Bank of Chicago)

Misallocation in the Market for Inputs
Ezra Oberfield (Princeton University)

Decentralized Asset Markets with a Continuum of Types
Julien Hugonnier, **Benjamin Lester (Federal Reserve Bank of Philadelphia)**, Pierre-Olivier Weill

Public Debt Management
142

Government Debt Management: The Long and Short of It
Rigas Oikonomou (HEC Montreal)

Credibility and the Maturity of Government Debt
Cristina Arellano (Federal Reserve Bank of Minneapolis), Yan Bai, Patrick Kehoe, Ananth Ramanarayanan

Optimal Government Debt Maturity Structure
Daive Debortoli (Universitat Pompeu Fabra), Ricardo Nunes, Pierre Yared

Real Estate - Presented by the Centre for Real Estate and Urban Economics
LL1010

Proposition 13: An Equilibrium Analysis
Ayse Imrohorglu (USC)

Default When House Prices are Uncertain
Morris Davis (University of Wisconsin-Madison), Erwan Quintin

The Returns to Single Family Rental Strategies
Andrew Demers, **Andrea Eisfeldt (UCLA Anderson School of Management)**



Friday, June 27th, 2:30pm to 4:00pm

Capital and Business Cycles LL1020

Entry, Exit and the Shape of Aggregate Fluctuations in a General Equilibrium Model with Capital Heterogeneity

Gian Luca Clementi, **Aubhik Khan (Ohio State University)**, Berardino Palazzo, Julia Thomas

Inventories and the Role of Goods-Market Frictions for Business Cycles

Wouter Den Haan (London School of Economics)

The Impact of Intangible Investments on the Macroeconomy

Ellen McGrattan (University of Minnesota)

Growth and Human Capital 133

Lifecycle Human Capital Accumulation Across Countries: Lessons From U.S. Immigrants

David Lagakos, Benjamin Moll, **Tommaso Porzio (Yale University)**, Nancy Qian, Todd Schoellman

On the Origin and Causes of Economic Growth

Nicolas Roys (University of Wisconsin – Madison), Ananth Seshadri

Human Capital and Development Accounting: New Evidence from Immigrant Earnings

Lutz Hendricks (UNC Chapel Hill), Todd Schoellman

Labor Market Dynamics 147

A Generalized Model of Stock-Flow Matching

Carlos Carrillo-Tudela, **William Hawkins (Yeshiva University)**

The Asymmetric Cyclical Behavior of the U.S. Labor Market

Domenico Ferraro (Duke University)

Sectoral Shift, Job Mobility and Wage Inequality

Florian Hoffmann, **Shouyong Shi (University of Toronto)**



Friday, June 27th, 2:30pm to 4:00pm

Trade Models - Presented by the Rotman Institute for International Business
LL1025

Borders, Geography and Oligopoly: Evidence from the Wind Turbine Industry

Felix Tintelnot (University of Chicago), A. Kerem Cosar, Paul Grieco

The Impact of Regional and Sectoral Productivity Changes on the U.S. Economy

Lorenzo Caliendo, **Fernando Parro (Federal Reserve Board)**, Esteban Rossi-Hansberg, Pierre-Daniel Sarte

Trade Models and Trade Elasticities

Mike Waugh (New York University)

Topics in Macroeconomics and Finance
LL1030

The Inefficient Markets Hypothesis: Why Financial Markets Do Not Work Well in the Real World

Roger Farmer (University of California Los Angeles)

Constrained Discretion and Central Bank Transparency

Francesco Bianchi (Duke University/U. of Pennsylvania)

Productivity and the Welfare of Nations

Susanto Basu (Boston College)

Financial Crises
LL1035

Corporate Cash and Employment

Philippe Bacchetta (University of Lausanne), Kenza Benhima, Celine Poilly

Sticky Leverage

Joao Gomes (University of Pennsylvania), Urban Jermann, Lukas Schmid

Financial Distress and Endogenous Uncertainty

Francois Gourio (FRB Chicago)



Friday, June 27th, 2:30pm to 4:00pm

Life Cycle and Savings Decisions
151

The Macroeconomics of Alzheimer: A Few Scenarios

Christian Zimmermann (Federal Reserve Bank of St. Louis)

Life-Cycle Asset Allocation with Ambiguity Aversion and Learning

Kim Peijnenburg (Bocconi University)

Inequality and the Marriage Gap

Nawid Siassi (University of Konstanz)

Social Interactions
157

Fertility, Social Mobility and Long Run Inequality: Barro-Becker Families in a Bewley World

Juan Cordoba, **Marla Ripoll (University of Pittsburgh)**

The Geography of Social Change

Alessandra Fogli (Federal Reserve Bank of Minneapolis), Stefania Marcassa

Discrete Games in Endogenous Networks: Theory and Policy

Anton Badev (Federal Reserve Board)

Advances in Open Macroeconomics and Finance
LL1060

Take the Short Route: How to repay and restructure sovereign debt with multiple maturities

Mark Aguiar (Princeton University), Manuel Amador

Labor Mobility in Currency Unions

Emmanuel Farhi (Harvard University), Ivan Werning

International Liquidity and Exchange Rate Dynamics

Matteo Maggiori (NYU), Xavier Gabaix



Friday, June 27th, 4:30pm to 6:00pm

Income Distribution and Risk Sharing 151

Age-Dependent Labor Income Risks, Income Inequality, and Redistribution Policy
Dongya Koh (Washington University in St. Louis)

Labor Shares and Income Inequality
Jonathan Adams, Loukas Karabarbounis, **Brent Neiman (University of Chicago)**

Unemployment (fears), precautionary savings, and aggregate demand
Pontus Rendahl, **Markus Riegler (LSE)**, Wouter den Haan

Sources of Risk in Macro-Asset-Pricing Models 142

Long-Term Asset Price Volatility and Macroeconomic Fluctuations
Miguel Iraola (University of Miami), Manuel Santos

External Equity Financing Costs, Financial Flows, and Asset Prices
Frederico Belo, **Xiaoji Lin (The Ohio State University)**, Fan Yang

The Origins of Stock Market Fluctuations
Daniel Greenwald (New York University), Martin Lettau, Sydney Ludvigson

Sovereign Default and Maturity 1065

Sovereign default and the choice of maturity
Juan Sanchez, **Horacio Sapriza (Board of Governors)**, Emircan Yurdagul

Maturity and Repayment Structure of Sovereign Debt
Yan Bai (University of Rochester), Seon Tae Kim, Gabriel Mihalache

Optimal Taxation with Endogenous Default under Incomplete Markets
Demian Pouzo, **Ignacio Presno (Federal Reserve Bank of Boston)**



Friday, June 27th, 4:30pm to 6:00pm

Information Frictions in Macro-Finance
LL1010

Uncertainty Shocks and the Role of the Black Swan
Anna Orlik, **Laura Veldkamp (NYU Stern)**

Units of Account and the Informational Role of Prices
Guido Lorenzoni (Northwestern University)

The Social Value of Private Information
Tarek Hassan, **Thomas Mertens (New York University)**

Formal and Informal Institutions in Economic Development
LL1020

Mis-allocation of Political Capital
Frederico Finan, **Maurizio Mazzocco (UCLA)**

Globalization and Political Structure
Gino Gancia (CREI)

Making Democracy Work: The Effects of Social Capital and Elections on Public Goods in China
Nancy Qian (Yale University)

Dale Mortensen Honorary Session: Search and Matching
LL1025

Marriage, Markets and Money: A Coasian Theory of Household Formation
Randall Wright (University of Wisconsin)

Equilibrium Price Dispersion with Sequential Search
Guido Menzio (University of Pennsylvania), Nicholas Trachter

A Simple Model of Price Dispersion and Price Rigidity
Kenneth Burdett (UPenn), Guido Menzio, Randall Wright

The net benefit from employment and duration dependence in the exit rate from unemployment.
Robert Shimer (U of Chicago), Katarina Borovickova, Fernando Alvarez



Friday, June 27th, 4:30pm to 6:00pm

Fertility and Childcare
LL1030

Bargaining over Babies

Matthias Doepke (Northwestern University), Fabian Kindermann

Childcare and commitment within households

Paula Gobbi (Université catholique de Louvain)

Costs of Children: Mapping Models and PSID-CDS Data

Alice Schoonbroodt (The University of Iowa)

Industrial Organization
LL1035

The Illiquidity of Water Markets

Javier Donna (The Ohio State University), Jose-Antonio Espin-Sanchez

Efficiency and Foreclosure Effects of All-Units Discounts: Empirical Evidence

Christopher Conlon, **Julie Mortimer (Boston College)**

Why is Productivity Correlated with Competition?

Matthew Backus (Cornell University)

Bank Runs
157

Equilibrium Bank Runs Revised

David Andolfatto, Ed Nosal, **Bruno Sultanum (The Pennsylvania State University)**

Transparency and Bank runs

Cecilia Parlatore Siritto (UPenn - Wharton)

Optimal investment taxes and efficient market provision of liquidity in the Diamond-Dybvig model

Borys Grochulski (Federal Reserve Bank of Richmond), Yuzhe Zhang



Friday, June 27th, 4:30pm to 6:00pm

Technology and Productivity
LL1060

Micro Data and Macro Technology

Ezra Oberfield, **Devesh Raval (Federal Trade Commission)**

On the Efficiency of the World Capital Allocation

Alexander Monge (Penn State University), Juan Sanchez, Santaaulalia-Llopis

Dynamics of Factor Productivity Dispersions

Christian Bayer, Ariel Mecikovsky, **Matthias Meier (Universitaet Bonn)**

Optimal Monetary Policy
133

Time Consistency and the Duration of Government Debt: A Signalling Theory of Quantitative Easing

Saroj Bhatarai, Gauti Eggertsson, **Bulat Gafarov (Pennsylvania State University)**

Uncertainty and the Signaling Channel of Monetary Policy

Jenny Tang (Harvard University)

Commitment versus Discretion in a Political Economy Model of Fiscal and Monetary Policy Interaction

David Miller (Federal Reserve Board)

Fiscal Policy and Uncertainty
147

The Welfare Costs of Fiscal Uncertainty: a Quantitative Evaluation

Ruediger Bachmann, **Jinhui Bai (Georgetown University)**, Minjoon Lee, Fudong Zhang

Uncertainty and Fiscal Cliffs

Troy Davig, **Andrew Foerster (Federal Reserve Bank of Kansas City)**

Robust Dynamic Optimal Taxation and Environmental Externalities

Ted Temzelides (Rice University)



Saturday, June 28th, 9:30am to 11:00am

Household Debt and the Macroeconomy
1065

Why is too much leverage bad for the economy?

John Geanakoplos, Felix Kubler (University of Zurich and SFI)

Debt Overhang and Monetary Policy

Costas Azariadis, James Bullard, **Aarti Singh (University of Sydney)**, Jacek Suda

Credit Supply and the Housing Boom

Alejandro Justiniano (Federal Reserve Chicago), Giorgio Primiceri, Andrea Tambalotti

Fiscal and Monetary Policy in DSGE Models
151

A Narrative Approach to a Fiscal DSGE Model

Thorsten Drautzburg (Federal Reserve Bank of Philadelphia)

When does a central bank's balance sheet require fiscal support?

Marco Del Negro (Federal Reserve Bank of New York), Christopher Sims

Monetary and macroprudential policy with multi-period loans

Michał Brzoza-Brzezina (National Bank of Poland), Paolo Gelain, Marcin Kolasa

Wages and Human Capital
133

Training Contracts, Worker Overconfidence, and the Provision of Firm-Sponsored General Training

Mitchell Hoffman (University of Toronto)

Reconciling the divergence in aggregate U.S. wage series

Julien Champagne (Bank of Canada)

A Dynamic Analysis of Sectoral Mobility, Worker Mismatch, and the Wage-Tenure Profile

Damba Lkhagvasuren (Concordia University)



Saturday, June 28th, 9:30am to 11:00am

Effects of Monetary Policy on Asset Prices
LL1010

Macroeconomic linkages between monetary policy and the term structure of interest rates

Howard Kung (University of British Columbia)

Monetary Policy Drivers of Bond and Equity Risks

John Campbell, **Carolin Pflueger (University of British Columbia)**, Luis Viceira

Financial Frictions and Reaction of Stock Prices to Monetary Policy Shocks

Ali Ozdagli (Federal Reserve Bank of Boston)

Productivity, Misallocation and Development
LL1020

Managerial Delegation and Aggregate Productivity

Jan Grobovsek (University of Edinburgh)

Policy Distortions and Aggregate Productivity with Endogenous Establishment-Level Productivity

Jose-Maria Da-Rocha, **Marina Mendes Tavares (ITAM and IMF)**, Diego Restuccia

Credit, Misallocation and TFP: The case of Mexico (2003-2010)

Felipe Meza, **Sangeeta Pratap (Hunter College and CUNY Graduate Center)**, Carlos Urrutia

Financial Networks
LL1025

Where to Trade: OTC vs Exchanges

Ana Babus (Imperial College London), Cecilia Parlato Siritto

Intermediation and Voluntary Exposure to Counterparty Risk

Maryam Farboodi (University of Chicago)

Incomplete Information and Financial Networks

Jennifer La'O (Columbia University), Alireza Tahbaz-Salehi



Saturday, June 28th, 9:30am to 11:00am

Social Security
142

A Historical Welfare Analysis of Social Security: Who Did the Program Benefit?

William Peterman (Federal Reserve Board of Governors)

Private Pensions, Retirement Wealth and Lifetime Earnings

James MacGee, **Jie Zhou (Bank of Canada)**

Social Security and the Interactions Between Aggregate and Idiosyncratic Risk

Daniel Harenberg (ETH Zürich), Alexander Ludwig

Occupational Mobility
LL1060

Training Programs, Skills, and Human Capital: A Life-Cycle Approach

Florian Hoffmann, **Gueorgui Kambourov (University of Toronto)**

Occupational Mobility Across Years, Decades and a Century

Sekyu Choi (Universitat Autònoma de Barcelona)

The Barriers to Occupational Mobility: An Aggregate Analysis

Matias Cortes, **Giovanni Gallipoli (UBC)**

Labor Market and Financial Frictions
LL1030

Aggregate implications of financial and labour market frictions

Andrea Caggese, **Ander Perez (Universitat Pompeu Fabra)**

Debt Constraints and Unemployment

Patrick Kehoe (Princeton University), Virgiliu Midrigan, Elena Pastorino

The Impact of Consumer Credit Access on Unemployment

Kyle Herkenhoff (UCLA)



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Sovereign Debt Crises
147

The Pass-Through of Sovereign Risk
Luigi Bocola (University of Pennsylvania)

Austerity
Harris Dellas, **Dirk Niepelt (Study Center Gerzensee; U Bern)**

Sovereign Bailouts
Bulent Guler, **Juan Hatchondo (Indiana University)**, Burhanettin Kuruscu, Leonardo Martinez

Job-to-job Flows
LL1035

The growth potential of startups over the business cycle
Petr Sedlacek (Bonn University), Vincent Sterk

Cyclical Reallocation of Workers Across Large and Small Employers
John Haltiwanger, **Henry Hyatt (US Census Bureau)**, Erika McEntarfer

Measuring Matching Efficiency with Heterogeneous Jobseekers
Robert Hall, **Sam Schulhofer-Wohl (Federal Reserve Bank of Minneapolis)**

Dynamic Optimal Taxation
157

Optimal taxation with home production
Conny Olovsson (Sveriges riksbank)

Dynamic Capital Tax Competition in a Two-country Model
Paul Klein (Simon Fraser University)

Simple Labor Income Tax Systems with Endogenous Employment Contracts
Anqi Li, **Yiqing Xing (Stanford University)**



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Aggregate Implications of Microeconomic Price-setting Behavior

151

Logit Price Dynamics

James Costain, **Anton Nakov (ECB and CEPR)**

Information Frictions, Nominal Shocks, and the Role of Inventories in Price-Setting Decisions

Camilo Morales-Jimenez (University of Maryland, College Park)

Menu Costs, Aggregate Fluctuations and Large Shocks

Peter Karadi, **Adam Reiff (National Bank of Hungary)**

Information and Coordination

1065

Market Efficiency and Real Efficiency: The Connect and Disconnect via Feedback Effects

Itay Goldstein (University of Pennsylvania), Liyan Yang

Precision of Market-Generated Information in Economies with Coordination Motives

Giacomo Rondina (University of California), San Diego, Myungkyu Shim

Debt Crises: For Whom the Bell Tolls

Harold Cole, Daniel Neuhann, **Guillermo Ordonez (University of Pennsylvania)**

Sovereign Default and Policies

LL1010

Sovereign Risk and Bank Balance Sheets: The Role of Macroprudential Policies

Emine Boz, Pablo D'Erasmus, **Bora Durdu (Federal Reserve Board)**

Austerity and Bailouts in Sovereign Debt Restructurings

David Benjamin (SUNY Buffalo), Mark Wright

Sovereign Defaults and Banking Crises

Cesar Sosa-Padilla (McMaster University)



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Multisector Economies
157

Forecast Shocks in Production Networks
Can Tian (University of Pennsylvania)

Sectoral Contagion: A Dynamic Factor Analysis of the Great Recession
Nan Li (International Monetary Fund), Vance Martin

Aggregate Fluctuations and the Industry Structure of the US Economy
Julieta Caunedo (Washington University in St. Louis)

Long-run Fertility Dynamics
LL1020

Fertility Transitions along the Extensive and Intensive Margin
Daniel Aaronson (Federal Reserve Bank of Chicago), Fabian Lange

The Biocultural Origins of Human Capital Formation
Oded Galor, **Marc Klemp (Brown University)**

Differential Fertility, Human Capital, and Development
Tom Vogl (Princeton University)

News Shocks
LL1025

News Driven Business Cycles: Insights and Challenges
Franck Portier (Toulouse School of Economics)

Noisy News in Business Cycles
Luca Gambetti (Universitat Autònoma de Barcelona)

News shocks and Business cycles: Evidence from forecast data
Wataru Miyamoto, **Thuy Lan Nguyen (Columbia University)**



Saturday, June 28th, 11:30am to 1:00pm

Monetary Policy Design

133

The Perils of Nominal Targets

Roc Armenter (Federal Reserve Bank of Philadelphia)

Designing a Simple Loss Function for the Fed: Does the Dual Mandate Make Sense?

Daive Debortoli, Jinill Kim, Jesper Linde, **Ricardo Nunes (Federal Reserve Board)**

Monetary and Fiscal Policies in a Heterogeneous-Agent Economy

Hongfei Sun (Queen's University)

Intergenerational Transmission

LL1035

On The Production of Skills and the Birth Order Effect

Ronni Pavan (RHUL)

Parenting with Style: Altruism and Paternalism in Intergenerational Preference Transmission

Matthias Doepke (Northwestern University), Fabrizio Zilibotti

Technology and Intergenerational Persistence: Theory and Some Evidence.

Giovanni Gallipoli, **Brant Abbott (Yale University)**

Self-fulfilling Credit Crises

142

Self-Fulfilling Credit Cycles

Costas Azariadis, **Leo Kaas (University of Konstanz)**, Yi Wen

Expectations vs. fundamentals: Does the cause of banking panics matter for prudential policy?

Todd Keister (Rutgers University), Vijay Narasiman

Breaking the Spell with Credit-Easing: Self-Confirming Credit Crises in Competitive Search Economies

Gaetano Gaballo (Banque de France), Ramon Marimon



Saturday, June 28th, 11:30am to 1:00pm

Income Inequality
LL1030

Evolution of Inequality within Firms

Jae Song, **David Price (Stanford University)**, Fatih Guvenen, Nick Bloom

The Distribution of Lifetime Incomes in the United States

Fatih Guvenen (University of Minnesota), Greg Kaplan, Jae Song

Consumption and Income Inequality in Sub-Saharan Africa: A Lifetime with No Humps and Low Partial Insurance

Leandro De Magalhaes (University of Bristol), Raul Santaaulalia-Llopis

Topics in New Dynamic Public Finance
LL1060

Providing Efficient Incentives to Work: Retirement Ages and the Pension System

Ali Shourideh, **Maxim Troshkin (Cornell University)**

How Much Does Atlas Shrug?

Laurence Ales, **Andres Bellofatto (Carnegie Mellon University)**, JessieJiaxu Wang

Differential Mortality and Progressivity of Social Security

Roozbeh Hosseini (Arizona State University), Ali Shourideh

Topics in Asset Pricing
147

Complexity in Structured Finance: Financial Wizardry or Smoke and Mirrors

Andra Ghent, **Rossen Valkanov (University of California)**, San Diego

International Liquidity CAPM

Aytek Malkhozov, Philippe Mueller, Andrea Vedolin, **Gyuri Venter (Copenhagen Business School)**

Asset Pricing and Monetary Policy

Bingbing Dong (University of Virginia)



Saturday, June 28th, 2:30pm to 4:00pm

Information Processing and Inaction
1065

Sparse Dynamic Programming and Aggregate Fluctuations
Xavier Gabaix (Stern School of Business)

Costly Information and Discrete Adjustment in the Labor Market
Luminita Stevens (University of Maryland), Michael Woodford

Paralyzed by Fear: Rigid and Discrete Pricing under Demand Uncertainty
Cosmin Ilut (Duke University), Rosen Valchev, Nicolas Vincent

Using Geographic Variation to Answer Macro Questions
LL1010

House Prices and Retail Prices
Johannes Stroebel, **Joe Vavra (University of Chicago)**

How Much Do Official Price Indexes Tell Us About Inflation?
Jessie Handbury (University of Pennsylvania), Tsutomu Watanabe, David Weinstein

Are Chinese Growth and Inflation Too Smooth? Evidence from Engel Curves
Emi Nakamura, **Jon Steinsson (Columbia University)**, Miao Liu

Rollover Risk, Default Regulations, and Credit Scoring in the US Credit Card Market
LL1020

On Prepayment and Rollover Risk in the US Credit Card Market
Lukasz Drozd (UPenn - Wharton), Ricardo Serrano-Padial

Labor Market Upheaval, Default Regulations, and Consumer Debt
Kartik Athreya (Federal Reserve Bank of Richmond)

A Theory of Credit Scoring and Competitive Pricing of Default Risk
Dean Corbae (University of Wisconsin)



Saturday, June 28th, 2:30pm to 4:00pm

Firm Performance in Developing Economies
LL1025

Exports and Firm Performance: Evidence from a Randomized Experiment
David Atkin (Yale University), Amit Khandelwal; Adam Osman

From Manufacturing to Retail: An Anatomy of Chinese Footwear Firms
Daniel Yi Xu (Duke University)

Supervisory Management and Productivity Dispersion in the Bangladeshi Garment Sector
Christopher Woodruff (University of Warwick), Rocco Macchiavello

Dynamic Political Economy
LL1030

Political Bargaining in a Changing World
Juan Ortner (Boston University)

Efficiency of Mandatory and Discretionary Spending
Renee Bowen (Stanford GSB), Ying Chen, Hulya Eraslan, Jan Zapal

Markovian Elections
John Duggan, **Jean Guillaume Forand (University of Waterloo)**

Empirical Macroeconomics of Price Dynamics
133

Nominal Rigidities and Asset Pricing
Michael Weber (UC Berkeley)

The Magnitude of Menu Costs: A Structural Estimation
Andrea Stella (Federal Reserve Board)

On what states do prices depend? Answers from Ecuador
Craig Benedict, Mario Crucini, **Anthony Landry (University of Pennsylvania)**



Saturday, June 28th, 2:30pm to 4:00pm

Gains from Trade - Presented by the Rotman Institute for International Business
LL1035

Does Trade Liberalization Increase Average Plant Productivity?

Wyatt Brooks, **Timothy Kehoe (University of Minnesota)**, Pau Pujolas

Capital goods trade and economic development

Piyusha Mutreja, **B Ravikumar (Federal Reserve Bank of St Louis)**, Michael Sposi

Estimating the Productivity Gains of Importing

Joaquin Blaum (Brown University), Claire Lelarge, Michael Peters

Dynamic Contracts

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The Dual Approach to Recursive Optimization: Theory and Examples

Matthias Messner, Nicola Pavoni, **Christopher Sleet (Carnegie Mellon University)**

Dynamic Contracting: An Irrelevance Result

Balazs Szentes (London School of Economics), Peter Eso

A Duality Approach to Continuous-Time Contracting Problems with Limited Commitment

Jianjun Miao, **Yuzhe Zhang (Texas A&M University)**

Labor Market Policies - Presented by the School of Public Policy and Governance

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Labor Market Reform and the Cost of Business Cycles

Tom Krebs (University of Mannheim)

Health Care Reform or Labor Market Reform? A Quantitative Analysis of the Affordable Care Act

Makoto Nakajima, **Didem Tuzemen (Federal Reserve Bank of Kansas City)**

The Economics of Severance Pay

Pietro Garibaldi (University of Torino, Collegio Carlo Albert)



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Worker Heterogeneity and Sorting
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Competing Teams

Hector Chade (Arizona State University)

Sorting Multidimensional Types: Theory and Application

Ilse Lindenlaub (European University Institute)

Heterogeneity, Selection and Labor Market Disparities

Alessandra Bonfiglioli (Universitat Pompeu Fabra), Gino Gancia

DSGE Models with Capital
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Monetary Policy and Global Equilibria in an Economy with Capital

Andreas Hornstein (Federal Reserve Bank of Richmond), Tim Hursey, Alexander Wolman

Factor Specificity and Real Rigidities

Fernanda Nechio (Federal Reserve Bank of San Francisco), Carlos Carvalho

Inflation Dynamics and Marginal Costs: the Crucial Role of Hiring and Investment Frictions

Renato Faccini (Queen Mary, University of London), Eran Yashiv

Progressive Income Taxation
LL1060

The Redistributive Benefits of Progressive Labor and Capital Income Taxation

Dirk Krueger (University of Pennsylvania)

Macroeconomic Implications of Tax Cuts for the Top Income Groups: 1960 - 2010

Baris Kaymak (Universite de Montreal), Markus Poschke

Optimal Income Taxation: Mirrlees Meets Ramsey

Jonathan Heathcote, **Hitoshi Tsujiyama (Goethe University Frankfurt)**



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Advances in NDPF
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Tasks, Talents, and Taxes

Laurence Ales (Carnegie Mellon University), Musab Kurnaz, Christopher Sleet

Income distribution and the incentives to default

Pricila Maziero (University of Pennsylvania)

Tax Progressivity, Performance Pay and Search Frictions

Arpad Abraham (European University Institute), Susanne Forstner

International and Macro Finance
LL1010

Equity Sales and Manager Efficiency Across Firms and the Business Cycle

Fabio Ghironi, **Karen Lewis (University of Pennsylvania)**

Currency Manipulation

Tarek Hassan (The University of Chicago), Thomas Mertens, Weithing Zhang

Who Bears Firm-Level Risk? Implications for Cash Flow Volatility

Xiaolan Zhang (UCLA, Anderson School of Management)

Consumption, Human Capital, and Migration
LL1020

Migrant Wages, Human Capital Accumulation and Return Migration

Jerome Adda (European University Institute), Christian Dustmann, Joseph-Simon Gorchach

Consumption inequality and family labor supply

Richard Blundell, **Luigi Pistaferri (Stanford University)**, Itay Saporta-Eksten

Nonlinear Pricing of Food in Village Economies

Orazio Attanasio, **Elena Pastorino (University of Minnesota)**



Saturday, June 28th, 4:30pm to 6:00pm

Behavioral Theory with Macroeconomic Applications
LL1025

Coarse Competitive Equilibrium and Extreme Prices

Faruk Gul, Wolfgang Pesendorfer, **Tomasz Strzalecki (Harvard University)**

A Theory of Power Law Distributions for the Returns to Capital and of the Credit Spread Puzzle

Francois Geerolf (Toulouse School of Economics)

A Welfare Criterion for Models with Distorted Beliefs

Markus Brunnermeier, **Alp Simsek (MIT)**, Wei Xiong

Female Labor Force Participation
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Explaining the Behavior of Aggregate Hours in the US: The Role of Gender

Stefania Albanesi (Federal Reserve Bank of New York), Christina Patterson

Taxation and Labor Supply of Married Women across Countries: A Macroeconomic Analysis

Alexander Bick (Arizona State University), Nicola Fuchs-Schündeln

Maternal Employment, Fertility, Child Care Use, and Cognitive Outcomes of Children: Evidence from a Norwegian Reform

Marc Chan, **Kai Liu (Norwegian School of Economics)**

Frontiers in Structural Macroeconomic Modeling
LL1030

OccBin: A Toolkit for Solving Dynamic Models With Occasionally Binding Constraints Easily

Matteo Iacoviello (Federal Reserve Board)

Noisy Information and Fundamental Disagreement

Philippe Andrade, Richard Crump, Stefano Eusepi, **Emanuel Moench (FRB New York)**

Signaling Effects of Monetary Policy

Leonardo Melosi (Federal Reserve Bank of Chicago)



Saturday, June 28th, 4:30pm to 6:00pm

Unemployment Insurance
LL1035

Unemployment Insurance Fraud and Optimal Monitoring

David Fuller (Concordia University), B Ravikumar, Yuzhe Zhang

Optimal Unemployment Insurance and Cyclical Fluctuations

Rui Li, **Noah Williams (University of Wisconsin)**

Falling off the Ladder - Earnings Losses from Job Loss

Gregor Jarosch (University of Chicago)

Management and Risk Taking
LL1060

Idiosyncratic Risk and the Manager

Brent Glover (Carnegie Mellon University Oliver Levine)

Risk-taking, Rent-seeking, and CEO compensation, when Financial Markets are Noisy

Elias Albagli, **Christian Hellwig (Toulouse School of Economics)**, Aleh Tsyvinski

A Mechanism Design Model of Firm Dynamics: The Case of Limited Commitment

Hengjie Ai (University of Minnesota), Dana Kiku, Rui Li

Debt Management
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Municipal Bonds, Default, and Migration in General Equilibrium

Grey Gordon (Indiana University), Pablo Guerron-Quintana

Reducing Government Debt in the Presence of Inequality

Sigrid Roehrs (Goethe University Frankfurt), Christoph Winter

Optimal Policy with Endogenous Signal Extraction

Esther Hauk, **Andrea Lanteri (London School of Economics)**, Albert Marcet



Saturday, June 28th, 4:30pm to 6:00pm

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Information and Liquidity Trading at Optimal Frequencies

Emiliano Pagnotta (New York University)

Equilibrium Fast Traders

Bruno Biais, Thierry Foucault, **Sophie Moinas (Toulouse University)**

OTC Trading vs. Exchanges: A welfare comparison

Benjamin Lester, Ali Shourideh, **Venky Venkateswaran (NYU Stern School of Business)**

Asset Pricing Puzzles

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Very Long Run Discount Rates

Stefano Giglio (University of Chicago), Matteo Maggiori, Johannes Stroebe

Production-Based Term Structure of Equity Returns

Hengjie Ai, Mariano Croce, **Anthony Diercks (UNC)**, Kai Li

Resolving the Annuity Puzzle: Estimating Lifecycle Models without (and with) Behavioral Data

John Ameriks, Joseph Briggs, Andrew Caplin, Matthew Shapiro, **Christopher Tonetti (Stanford GSB)**

Growth and Structural Change

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Determinants of Structural Change

Tomasz Swiecki (University of British Columbia)

The Rise of the Machines: Automation, Horizontal Innovation and Income Inequality

David Hemous (INSEAD), Morten Olsen

A Model of Technology Assimilation

Tsz-Nga Wong, **Chong-Kee Yip (Chinese University of Hong Kong)**



Local Information

Conference Venue

All sessions take place at the Rotman School of Management, 105 St George Street. A floor plan is available in the program, and assistance can be provided by anyone in a red SED@25 T-shirt.

Name Badge

Please wear your name badge at all conference events, including social events.

Presentations

All rooms have computers connected to projectors. Files can be uploaded from via USB or the internet.

Internet Access

Internet access is available through the U of T network. Login details are available at the registration table. If you are signed up for eduroam through your home institution it is available throughout the university.

Lunch and Coffee

Boxed lunches will be available throughout the conference venue, including on the second floor near Desautels Hall. There will be seating in the Hall as well as around the building.

Coffee and snacks during the breaks will be available on the ground floor and lower level of the building.

Getting around the City

Subway/Bus/Streetcar is operated by the Toronto Transit Commission (<http://www.ttc.ca/>). Cash fares are CAD3. The closest subway station to campus is St George. See the map (<http://www.ttc.ca/Subway/interactivemap.jsp>).

Taxis are a convenient way to move around the city. It is safe to hail a cab on the street, plenty of cabs are available on Bloor Street and St George. You can also sign up for Uber and get taxis from your phone (<https://www.uber.com/>).

Walking is generally safe in the city. All events are on campus or within walking distance from the conference venue. To help orientate you, know that the CN Tower/Lake Ontario is South.

Cocktail Reception

In addition to the welcome reception on Wednesday, there is a cocktail reception from 7:30pm-9:30pm on Thursday, June 26th (i.e. immediately following the end of sessions). The reception will be held at Hart House, 7 Hart House Circle. Hart House is on campus just a few blocks from the conference venue. People in red SED@25 T-shirts will be available to direct you.

Conference Dinner

The conference dinner will be Friday night at the Chestnut Conference Centre, at 89 Chestnut Street. This is the longest walk from the conference site (around 20-25 minutes). In addition to being a short taxi ride, the venue is near the St. Patrick subway station, three stops south from St. George on the Spadina/University line. Drinks will be served starting at 7:30pm, with dinner service starting around 8:30pm.

Food and Drink

So where should you go to eat and drink? There are a million places. I have tried a little less than half of them. Here are a few to get you started. I am going to focus mostly on the immediate area around the conference. I use immediate loosely; I am a pretty avowed pedestrian. Unless noted these places are all easy walking distance for me or Boyan. There is a map online at

<https://a.tiles.mapbox.com/v3/flac0.i226ko2d/page.html#15/43.6633/-79.4014>

A section is reproduced inside the back cover of the program. The full map has the boldfaced neighborhoods roughly outlined.

Matt's Food and Drink Review

For a beer

You need to get off of the Campus to find beer. The conference site is closer to the north side of campus (at Bloor St). On the section of Bloor St that is nearby there are lots of bars. West of Spadina (in **the Annex** area), a 10 minute walk from the conference. This area is pretty college-y, which means lots of bars but most offering little else. Don't order the wine. The bars east, and north of Bloor, on Prince Arthur Street (the Bedford Academy and the Duke of York), are probably the closest bars to the conference site and the hotels. The hotels of course have bars; the Park Hyatt has a rooftop bar with a decent view.

Further east (past Avenue road) is **Yorkville**. Even though this is the place where you could have seen folks like Joni Mitchell and Neil Young back in the 70's, it is now a fancier neighborhood full of places with old people, overpriced food and drink. (Maybe the same people that were there in the 1970s are still there.) It is popular with celebrities during the film festival season. There are nice patios there, wine bars (including Ciao) and the Oxley with real cask ale. If you want to order wine this might be a better direction (but see **Harbord St** below for another idea).

For a better beer selection it takes a little more walking. Two places, both a 15 minutes' walk are: heading east BarVolo (587 Yonge St) and heading west Victory Café (581 Markham St). I prefer BarVolo but the area around it is not great, perfectly safe, just not much interesting to eat. Both are just a little south of Bloor. In the same category, to the south, is Sin and Redemption (136 McCaul St), which also has a long beer list, especially Belgian beers. Most importantly: *it is on the route back from the conference dinner.*

After the conference dinner, if you don't want to come back to the conference area right away, you can also walk south to Queen Street. To the west is a strip (creatively called Queen West) with plenty of bars nearby. In general Queen Street gets better the further you go west; if you get as far west as Trinity Bellwood Park there is a very nice brewery (actually a bit north on

Ossington Ave.) called Bellwoods Brewery. But that is VERY far west, not walking distance for after the conference dinner.

For dinner near the conference site

The same areas (**Annex** and especially **Yorkville**) have restaurants as well as bars. In addition, at the first light south of the conference site, if you turn right (west) and cross Spadina, you are on a stretch of **Harbord St** with many higher quality restaurants. Splendido is quite high end, and good. My favorite place on that stretch is the Harbord Room. THR is the Harbord Room's "second" room if you can't get a table at Harbord Room. There is also 93 Harbord and Loire in that area, as well as a Peruvian restaurant called Boulevard Café, all of which are good. Harbord Street is a good compromise between quality and distance. You may want to call or check opentable for a reservation. These places are also good places for a glass of wine; the Harbord Room, for instance, has a nice (but small) bar with nice cocktails as well. (There is also something called Harbord House, which is more of a pub, and not related, but fine for a beer.)

Although walking south is probably not the best option, there are bars once you reach College St heading directly south from the conference site. A little further south, almost to Sin and Redemption, is a very small oasis called **Baldwin Village**; it has a few restaurants, including Agave y Aguacate (a good place which received extreme praise from Anthony Bourdain), a decent ramen place Kinton and a very interesting gelato place serving handmade, Italian-style gelatos, but with entirely Asian flavours. So if you want a durian ice cream, you need to head in that direction. (Really. They have durian ice cream.) Definitely an option after the conference dinner.

Exploring Toronto further

If you are willing to take a cab, there are too many places to list; a good list is the one at <http://www.postcity.com/Kates-Top-100/>

In terms of places reasonably close-by with lots of choices; both **Little Italy** and **the Dundas and Ossington** neighborhood have many, many bars and restaurants (as does **Queen West** and **King West**, a few blocks south of Queen). **Little Italy** is better developed but Dundas and Ossington is where many of the most interesting places in town are located. In general you should avoid heading toward the tall buildings (called the downtown core) for food/drink. The people down there have no taste, it seems; and wear ties. Of course there are great places entirely on the eastside, such as the **Danforth, Cabbagetown**, and especially Leslieville, and places further west like **Parkdale and Roncesvalles** (Queen really really really west), and to the north at the intersections of Yonge and roads like St.Clair and Eglinton, but that radius includes countless places.

Want one specific suggestion? OK I'll give you two. My favorite dinner place is Ursa, on Queen St (well west; get a cab). Interesting ingredients and plating, delicious and beautiful, but be prepared: small portions, so price per pound will not seem like a bargain. My favorite lunch place (aside from the boxed lunches on site, of course) is Seven Lives Tacos, in **Kensington Market**. Kensington is an offbeat place with lots of informal places to find food, and a variety of places to drink. Across the street from Seven Lives is a trendy (or at least recently-trendy) cocktail

place (which also has a nightly tall can beer special) called Cold Tea. It is hard to find (hint: inside something called the Kensington Mall) but the internet can help; the door is down a long hallway in an unassuming building, and has no markings to make you think you are in the right place.

Maybe my tastes are different from yours, though. So how about some more suggestions? On the grid that follows are some recommended choices for different "representative agents" (yes I copied this idea from an in-flight magazine). Then just decide which agent best represents your tastes

Final category: Coffee

We will of course have coffee onsite. It will be genuine coffee, and fully caffeinated if you like. I can vouch for nothing more. Many people go to Mercurio (just north of the conference site on Bloor at St. Georger) for espresso; quality is really nothing special but a decent place to sit. They also have beer and wine until they close around 7. If you want a better coffee, and have time for a walk, either walk north to Ezra's Pound (on Dupont, the next big street north past Bloor, but kind of a hike; crowded in the morning but usually OK in the afternoon) or to Kensington Market, where there are several good places, my favorite being Café Pamenar on Augusta. Seven Grams, on Avenue Rd north of the Park Hyatt, is also pretty good, and in the neighborhood but the wrong direction. Some people love (in an almost cultish way) Sam James coffee, but it is well west on Harbord St., and therefore quite a walk.

Enjoy the city, and let me know what you find. I'm always interested in hearing about new places!

Here are some places I would suggest for each person below. Map your preferences to a person, and then take this as some sort of suggestion.

Representative Agent	Notes	Beer/Wine	Nearby/Casual Food	Full Dinner	Late Night
Tim Kehoe	Rumor has it that Tim likes beer. And good food.	Bedford Academy 36 Prince Arthur Ave	Rose and Son's 176 Dupont St	Harbord Room 89 Harbord St <i>Best nearby.</i>	Bellwoods Brewery
Ellen McGrattan	Ellen has much better taste than me, so this is hard.	Ciao Wine Bar 133 Yorkville Ave	Fat Pasha 414 Dupont St	Buca 604 King St W <i>Kates #1 ranked.</i>	Park Hyatt Rooftop
Marina Azzimonti	Marina is a semi-vegetarian. But don't hold it against her.	Duke of York 39 Prince Arthur Ave	Fresh 326 Bloor St W	Foxley 207 Ossington Ave <i>Not vegetarian, but not overly meaty.</i>	Park Hyatt Rooftop
Hugo Hopenhayn	Hugo is semi-omnivore. He will definitely eat animals.	Oxley 121 Yorkville Ave	Big Crow 176 Dupont St (in back)	Black Hoof 928 Dundas Street W <i>Charcuterie, all sorts of parts and animals.</i>	Intercontinental Bar (Proof)
Igor Livshits	Igor made reservations long ago. So if he invites you to dinner, you are lucky.	Frank @ AGO 317 Dundas Street W	Guu Sakabar 559 Bloor St W	Momofuku Daisho 190 University Ave <i>Yes, that Momofuku. If Igor can't get you in, try the noodle bar.</i>	Bar Isabel
Randy Wright	Local legend has it that Randy likes the Madison.	Madison Ave Pub 14 Madison Ave	Madison	Madison	Comfort Zone
Matt Mitchell	Who knows about Matt. His kids say he is "random."	Bar Volo 587 Yonge St	Seven Lives Tacos 69 Kensington Ave	Ursa 924 Queen St W	Cold Tea

The Contractions

Thursday, June 27th, 2014

The Comfort Zone @ The Silver Dollar

480 Spadina Ave, Toronto, ON



Doors 9pm, Set around 10pm

\$5 Cover (Free with conference badge)



BEDFORD ACADEMY



CONFERENCE SITE



HART HOUSE



BAR VOLO



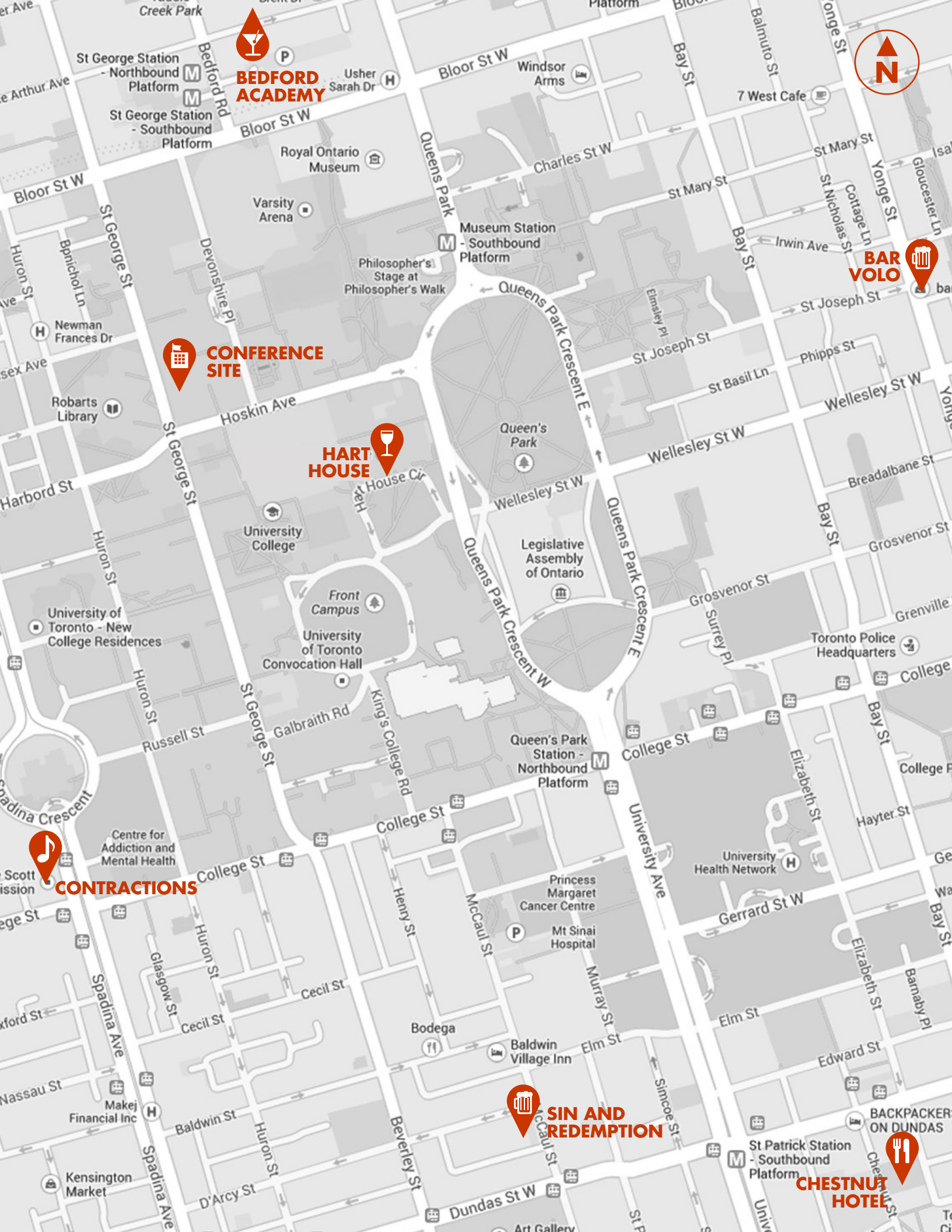
CONTRACTIONS



SIN AND REDEMPTION



CHESTNUT HOTEL



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