

ECONOMICS

AT NORTHWESTERN

Spring 1996, No. 28

Editor: Maryann Semer

This edition covers events and publications involving economists at Northwestern for the period of October 1, 1995 through March 31, 1996. Additional copies are available from the editor in Room 134, Andersen Hall.

APPOINTMENTS, HONORS, AND GRANTS

MARCUS ALEXIS was selected to be in the first edition of the Prentice Hall Economists Hall of Fame baseball cards. In October, he received a monetary award from the Gottlieb Daimler und Karl Benz Stiftung (Foundation) in Ladenburg, Germany, for his study of how firms are adapting to regulatory and competitive changes in the banking and financial services industries.

REBECCA BLANK has been appointed to the Technical Advisory Group for the Urban Institute project, Assessing the New Federalism. She was also asked to serve on the Northwestern University search committee for the new dean of the College of Arts and Sciences.

RON BRAEUTIGAM was elected to the Associated Student Government Faculty Honor Roll for 1995-1996.

JOSEPH FERRIE was awarded a three-year grant from the NSF for his project "Immigrant and Native Economic Mobility in Historical Perspective." He was also appointed a Faculty Fellow at Northwestern's Center for Urban Affairs and Policy Research for the 1995-96 and 1996-97 academic years. He was chosen to organize the 1995 and 1996 Summer Institute for NBER's Program in the Development of the American Economy, along with Stanley Engerman.

ROSA L. MATZKIN was elected fellow of the Econometric Society.

BRUCE MEYER was named to the editorial board of the Canadian Journal of Economics.

JOEL MOKYR was elected as a member of the American Academy of Arts and Sciences. He continues to serve as co-editor of the *Journal of Economic History*, as editor-in-chief of the *Oxford Encyclopedia of Economic History* and the *Princeton University Press Economic History of the Western World*. In April he delivered the John Hicks memorial lecture at All Souls College, Oxford University.

ROBERT PORTER has been appointed as a Foreign Editor of the *Review of Economic Studies*.

STANLEY REITER has been named a Fellow of the American Academy of Arts and Sciences.

ALAN M. TAYLOR was appointed to the Board of Directors of EH.NET, an internet group in economic history.

CHRIS UDRY received a one year Fulbright Award for research in Ghana on "Agricultural Innovation and Resource Management." He also received a grant from the International Food Policy Research Institute in support of the same research project. He was awarded a Research Experience for Undergraduates Supplement to his current NSF grant.

BURTON A. WEISBROD's research on "The Growing Commercialism of the Nonprofit Sector: Causes and Consequences" received an additional grant from the Andrew W. Mellon Foundation. In November he presented his inaugural lecture as John Evans Professor of Economics at Northwestern, on "Rising Health Care Costs: What is causing it? What can be done about it?"

TRAVELS

At the ASSA meetings in San Francisco MARCUS ALEXIS chaired a session, emceed the 25th anniversary celebration of the National Economic Association, and presented "The Economics of Affirmative Action: Second Best Theory and Rawlsian Justice" and "Geographic Differences in the Growth of Black-Owned Businesses." In January, he chaired a session and made a presentation for the dedication of the Whitney M. Young Chair at the Wharton School of Business, University of Pennsylvania.

REBECCA BLANK attended the conference, Domestic Violence and Work Programs for Welfare Mothers. She organized and chaired a session for the Midwest Economics Association meetings in March on the evaluation of public assistance programs.

In March RON BRAEUTIGAM presented a paper, "Price Caps in the U.S. Telephone Industry: How Real is Reform?" in the College of Arts and Sciences Guest Seminar Series at Western Michigan University.

LOUIS CAIN presented "Death and Spending: Did Urban Mortality Shocks Lead to Municipal Expenditure Increases," coauthored with Elyce Rotella (Indiana-Bloomington), at the Canadian Cliometrics Conference, University of Western Ontario, and at the Economics Department Seminar, Loyola University of Chicago, both in October. In November he discussed papers on "Prices and Quantities in the Past" at the Social Science History Association meetings in Chicago. This past March, he attended the Business History Conference in Columbus, Ohio.

ROBERT EISNER participated in President Clinton's Midwest Economic Conference in Columbus October 19-20. He was a discussant at an Economic Policy Institute conference in Washington October 27-29. He participated in a conference on macroeconomic policy sponsored by the State Planning Commission in Hairu, China, December 28-30. He participated in the American Economic Association meetings in San Francisco in January. Eisner spoke to a conference of the AARP in Washington on February 6. He addressed a conference of AFSCME, AFL-CIO in Bloomingdale, Illinois on February 28. He participated in a Radcliffe Public Policy Institute conference in Cambridge March 19.

JOSEPH FERRIE presented "Immigrants and Natives: Comparative Economic Mobility in Two Centuries, 1850-70 and 1970-90" at the AEA meetings in Washington, DC in January, at the All-University of California Economic History Conference at the University of California (Riverside) in February, at UCLA in February, at USC in February, at Vanderbilt University in March, at the University of Illinois (Urbana) in May, at the University of Illinois (Chicago) in May, at the Econometric Society's 7th World Congress in Tokyo in August, and at the Social Science History Association Meetings in Chicago in October. He presented "A New Sample of Antebellum Americans Linked from the 1850 Public Use Micro Sample to the Manuscript Schedules of the 1860 Federal Census of Population" at the Summer Institute of NBER's Program in the Development of the American Economy in Cambridge in July. He presented "The Impact of Immigration on Natives in the Antebellum U.S. Labor Force, 1850-60" at Northwestern's Center for Urban Affairs and Policy Research in February and at the Spring Program Meeting of NBER's Program in the Development of the American Economy in Cambridge in March.

ROBERT J. GORDON during the fall participated in a panel on monetary policy at the Southern Economic Association meetings in New Orleans and attended a NBER productivity program meeting in Cambridge. In January he attended the AEA meetings in San Francisco and presented "Macroeconomic Policy in the Presence of Structural Maladjustment" at an OECD conference in Paris. Also during the winter he gave presentations on the CPI at an investment conference in Phoenix and on airline profitability at an analyst meeting in Los Angeles, and attended the NBER economic fluctuations research meeting at Stanford. In March he participated in a conference on monetary policy

of the Federal Reserve Bank of San Francisco, discussed a paper on technological change and the productivity slowdown at the NBER macroeconomics annual conference in Cambridge, and discussed a paper on wage rigidity at the Brookings Panel in Washington.

ANNE GRON presented "Exchange Rate Pass-Through and Imperfect Competition: The Effect of Local Production," (with D. Swenson) at the American Economic Association annual meetings in San Francisco. She presented "Bank Capital Restrictions, Portfolio Mix and Capital Structure" (with A. Beatty and P. O'Brien) at the Econometric Society meetings and at the University of Illinois at Urbana-Champaign. She presented "Collusion, Costs, or Capacity? Evaluating Theories of Insurance Cycles," at the Midwest Economic Association Meetings.

ROSA L. MATZKIN presented the paper "Estimation of Nonparametric Functions in Simultaneous Equations Models, with an Application to Consumer Demand," (with D. J. Brown) at the University of Chicago, the Harvard/M.I.T. joint econometrics workshop, and the November NBER Conference on Taxes and Labor Supply.

BRUCE MEYER presented "Semiparametric Estimation of Hazard Models," at Washington University in October, "Ethnic and Racial Self-Employment Differences and Possible Explanations" at the Econometric Society Winter Meetings in January, "Repeat Use of Unemployment Insurance" at the University of Michigan in November, "The Effect of Unemployment Insurance Taxes and Benefits on Layoffs Using Firm and Individual Data" at the University of California at Santa Cruz, the University of California at Berkeley and Stanford University in February.

JOEL MOKYR was an invited Participant and Commentator, National Academy of Sciences special Conference on "Science, Technology, and the Economy," Irvine, CA, in October. He served as Chair and Commentator, special session on "McCloskey and the Rhetoric of Social Science History," at the Annual Social Science History Convention, Chicago, in November. He was the Organizer, Chair and Commentator at the American Economic Association session on "New Growth Theory and Economic History: Match or Mismatch?", San Francisco, in January. He traveled to India to serve as Invited lecturer and participant, Conferences on India's Economic Potential, New Delhi-Madras-Calcutta, in January. In March, he was the Simon Visiting Professor of History at the University of Manchester and gave papers at Manchester, London School of Economics, The University of Liverpool, Queen Mary's College, and The University of Warwick.

ROBERT PORTER presented seminars at Boston University, University of Rochester, Cornell University, Princeton University, Yale University, M.I.T., Tufts University, Harvard University, Oregon State University, Washington University at St. Louis and University of Florida.

IAN SAVAGE presented his paper "Economic underpinning of transportation safety controls" at a conference on *Transportation Technology in the 21st Century* at the National Chiao Tung University in Taiwan, in December. Much closer to home he made two presentations in Chicago in March. The first was his paper "Scale economies in rail transit systems" at the Midwest Economics Association, and the second was his joint paper with LEON MOSES "Using statistical analysis to identify who the safe trucking firms are and why?" at the Midwestern Actuarial Forum.

ALAN M. TAYLOR presented his paper "International Capital Market Integration in the Long Run: The Great Depression as a Watershed" (with M. Obstfeld) at the National Bureau of Economic Research Conference on The Great Depression, Cambridge, Massachusetts, in March. He presented his paper "International Capital Mobility in History: Saving-Investment Criteria for Short and Long-Run Capital Mobility Since the Mid-Nineteenth Century" at the National Bureau of Economic Research program meeting on the Development of the American Economy, Toronto, in March. He was a participant at the National Bureau of Economic Research, program meeting on Macroeconomic History, Cambridge, Massachusetts, in October. He presented his paper "On the Costs of Inward-Looking Development: Price Distortions, Growth, and Divergence in Latin America" at the University of Warwick, in October, and at the University of Illinois at Urbana-Champaign, in November. He presented his paper "Domestic Saving and International Capital Flows Reconsidered" at the University of California at Los Angeles and at Stanford University, in October.

ALBERTO TREJOS presented and/or discussed papers at the University of California at Los Angeles, The University of Wisconsin, the University of Iowa, the University of Essex, the NBER Summer Institute, the NBER Macro and Labor workshop in Cleveland, the NBER Economic Fluctuations Conference in San Francisco, the NBER Monetary Economics Meeting in Boston, the Monetary Conference at the Federal Reserve Bank of Saint Louis and the Monetary Conference at the Federal Bank of Philadelphia.

CHRIS UDRY presented papers at the winter meeting of the AEA, and at the African Economic Research Consortium meetings in Johannesburg. He also gave seminars at Bates College, Boston University, Duke University, University of Iowa, and Yale University.

BURTON A. WEISBROD, on sabbatical this year after completing a five-year term as director of Northwestern's public policy research center, the Center for Urban Affairs and Policy Research, met with the Director of the National Institutes of Health, in Washington, DC, as part of a small group of economists to discuss the contributions of economic research to decision making in medical research. He presented his research on "For-Profit and Nonprofit Organization Behavior: Theory and Evidence," at economics seminars at the University of Zurich (Switzerland) and at Charles University of Prague (Czech Republic). He participated in a conference on "Economic Theories of the Nonprofit Sector," at Yale, where his previous contributions to this literature were one of the conference foci. He presented a paper on "Technological Advance versus Equal Access to Health Care: Is that

the Choice?" at the AEA meetings in San Francisco. At another Yale conference, on "Economics, Values, and Organization," he was discussant of a paper on "The Crowding-Out Effect of Prices on Ethical Values." He gave plenary addresses at international congresses in Stresa, Italy, where he spoke on "The Economic and Social Role of the Nonprofit Sector," and in Dusseldorf, Germany, where he spoke on "Technological Change and Health Care Cost Containment."

ANDREW WINTON presented "Ownership Structure, Liquidity Demand, and Shareholder Monitoring" (with C. Kahn) at the Stockholm School of Economics, the INFORMS Fall Conference, the University of Montreal, McGill University, the Sixth Annual Conference on Financial Economics and Accounting, the University of California - Irvine, the University of California - Los Angeles, New York University, the IV Financial Conference at the University of Rome "Tor Vergata," and the University of Chicago. He served as a discussant at the Federal Reserve Bank of Cleveland's Conference on Derivatives and Intermediation.

PAPERS AND PUBLICATIONS

Center for Mathematical Studies in Economics and Management Sciences (CMSEMS) discussion papers may be obtained by writing to the Math Center, 3-014 Leverone Hall, Northwestern University, Evanston, IL 60208. Banking Research Center (BRC) discussion papers are available from the Banking Research Center, 5-209 Leverone Hall. Finance working papers are available from the Working Paper Coordinator, Department of Finance, KGSM. Center for Urban Affairs and Policy Research (CUAPR) working papers are available from Working Papers CUAPR, 2040 Sheridan Road, Evanston, IL 60208. National Bureau of Economic Research (NBER) working papers and reprints may be obtained by writing to Publications Department, NBER, 1050 Massachusetts Avenue, Cambridge, MA 02138. For working papers not in these series, contact the author directly.

MARCUS ALEXIS' chapter, "Relocating Core Competencies: The Case of Banking and Financial Services" appeared in *Strategic Interaction*, Howard Thomas and Don O'Neal, eds, John Wiley & Sons (January, 1996).

REBECCA BLANK's article, "Teen Pregnancy: Government Programs Are Not the Cause" was published in the Summer 1995 *Feminist Economics*. Her article, "Trends in Poverty in the U.S." is a chapter in the book *The State of Humanity*, edited by Julian Simon, and published in 1995 by Blackwell. Her article, "When Do Women Use AFDC and Food Stamps?" appeared in the Winter 1996 *Journal of Human Resources*. In November, her editorial "Uncertain Days Ahead for America's Poor" appeared in the *Chicago Tribune*.

TIM CONLEY's working papers "Econometric Models of Cross Sectional Dependence." (March 1996 University of Chicago PhD Thesis) and "Economic Opportunity in Urban America: Region, Nativity, and Wealth in the Mid-Nineteenth Century." (with D. W. Galenson and S. Herscovici) are available upon request.

ROBERT EISNER's book, *The Misunderstood Economy: What Counts and How to Count It*, has been published in Portuguese; Chinese and Korean editions are about to appear. "Gross Domestic Product: Its Greatness and Its Limitations" has been published in *New Economy*. "Désarmement et chômage aux Etats-Unis" was published in *Reconversion Des Industries d'Armement*, Paris, 1995, pp. 47-62. "Deficits and Unemployment," was published in *Reclaiming Prosperity: A Blueprint for Progressive Economic Reform*, Economic Policy Institute, 1996, pp. 27-38 and "Tax Reform" on pp. 79-90. "The Balanced Budget Crusade" was published in *The Public Interest*, Number 122, Winter 1996, pp. 85-92. "Balancing Our Deficit Thinking" was published in the *Nation Magazine*, December 11. The following newspaper articles were published: "Republican Counter-Revolution Will Be a Net Loss and a Lost Net," *Los Angeles Times*, November 5, 1995. "The Deficit is Budget Battle's Red Herring," *The Wall Street Journal*, November 28, 1995. "Balancing the federal budget with some common sense," *Chicago Tribune*, November 30, 1995. "These Figures Spell Good Times, Not Bad," *The New York Times*, Sunday Business Section, December 24, 1995. "China May Yet Make Good on Its Promise of Increased Prosperity," *Los Angeles Times*, January 14, 1996. "No Need to Sacrifice Seniors or Children," *The Wall Street Journal*, February 2, 1996. "Talk of a Flat-Tax Plan Overlooks Burdens Placed on Consumers," *Los Angeles Times*, February 4, 1996. "Make Taxes Fair, Not Flat," *The Wall Street Journal*, April 11, 1996. "We Can Begin to Tackle Income Disparity," *Los Angeles Times* April 28, 1996.

JOSEPH FERRIE published "Up and Out or Down and Out? Immigrant Mobility in the Antebellum United States," *Journal of Inter-disciplinary History*, vol. 26, no. 1 (Summer 1995): 33-55. His recent working papers (all available on the Economics Department's WWW site at <http://www.econ.nwu.edu/faculty/ferrie>) include "A New Sample of Antebellum Americans Linked from the 1850 Public Use Micro Sample to the Manuscript Schedules of the 1860 Federal Census of Population" (NBER Historical Paper No. 71; forthcoming *Historical Methods* Fall 1996), "The Law and Labor Strife in the U.S., 1881-1894" (with J. Currie, NBER Working Paper No. 5368), "The Impact of Immigration on Natives in the Antebellum U.S. Labor Force, 1850-60" (Center for Urban Affairs and Policy Research Working Paper WP-96-14), "Immigrants and Natives: Comparative Economic Mobility in Two Centuries, 1850-70 and 1970-90" (forthcoming, *Research in Labor Economics* 1997), and "The Entry of Antebellum Immigrants into the U.S. Labor Market, 1840-60" (forthcoming, *Explorations in Economic History*).

ROBERT J. GORDON published "Is There a Tradeoff between Unemployment and Productivity Growth?" in D. Snower and G. de la Dehesa, eds., *Unemployment Policy: Government Options for the Labour Market*. (Cambridge UK: Cambridge University Press, 1996). He also published a discussion of Stephen Nickell and Brian Bell, "Would Cutting

Payroll Taxes on the Unskilled have a Significant Impact on Unemployment?" in the same volume.

ROSA L. MATZKIN wrote the paper "Estimation of Nonparametric Functions in Simultaneous Equations Models, with an Application to Consumer Demand," (with D. J. Brown).

BRUCE MEYER published "What Have We Learned from the Illinois Reemployment Bonus Experiment?" in the *Journal of Labor Economics*, January 1996, pp. 26-51.

JOEL MOKYR published "Environmental Crises and Technological Change" in Alberto Quadrio Curzio and Roberto Zoboli eds., *Science, Economics and Technology for the Environment*. Milan: Fondazione Cariplo per la Ricerca Scientifica, 1995, pp. 233-243. "The Standard of Living Through the Ages," in Julian Simon, ed., *The State of Humanity*, Oxford: Blackwell's Press, 1995, pp. 135-147 (with J. Burnette). His essay "Evolution and Technological Change: a new Metaphor for Economic History?" was published in Robert Fox, ed., *Technological Change* London: Harwood publishers, 1996. pp. 63-83. He wrote "Innovation and Its Enemies: The Economic and Political Roots of Technological Inertia," prepared for the NCAER and IRIS conferences on Achieving India's Full Potential, New Delhi-Madras-Calcutta, January 1996. His essay "Technological Selection, Information and Changing Household Behavior, 1850-1914" will be published later this year in Italian.

ROBERT PORTER published "The Effect of Public Capital in State-Level Production Functions Reconsidered" (with T. Garcia-Mila and T. McGuire) in the February 1996 Review of Economics and Statistics. "Detecting Collusion Among Firms" was published in the 1995 Industry Economics Conference Proceedings of the Australian Bureau of Industry Economics.

STANLEY REITER published "A Lower Bound on Computational Complexity Given by Revelation Mechanisms" in *Economic Theory*, Vol. No. 2, pp. 237-266, March 1996.

IAN SAVAGE was the author of the review of 1995 for both Aviation and Transportation in the *World Book Year Book*.

ALAN M. TAYLOR's latest working paper is "On the Costs of Inward-Looking Development: Price Distortions, Growth, and Divergence in Latin America." Working Paper Series no. 5432, National Bureau of Economic Research, January 1996.

ALBERTO TREJOS' paper "Incentives to Produce Quality and the Liquidity of Money" was accepted by Economic Theory. Circulated as new working papers are "Optimal Sectoral Shifts," (with C. Phelan), (WP 315.95, IAE/UAB-Barcelona) and "Towards a Theory of International Currency: A Step Further," (with R. Wright), (WP 95-14, Federal Reserve Bank of Philadelphia).

CHRIS UDRY's paper, "Risk and Saving in Northern Nigeria" appeared in the *American Economic Review*, 85/5 (December 1995), pp. 1287-1300. His paper (with J. Hoddinott, H. Alderman and L. Haddad), "Gender Differentials in Farm Productivity: Implications for Household Efficiency and Agricultural Policy" appeared in *Food Policy* 20/5 (October 1995), pp. 407-23. His current working papers include "Efficiency and Market Structure: Testing for Profit Maximization in African Agriculture"; "Estimation of Type 3 Tobit Models using Symmetric Trimming and Pairwise Comparisons"; (with B. Honoré and E. Kyriazidou); "Gender, Agricultural Productivity and the Theory of the Household"; "Segmentation, Rationing, and Spillover in Credit Markets: The Case of Rural Punjab" (with T.N. Srinivasan and C. Bell); "Drought and Saving in West Africa: Are Livestock a Buffer Stock?" (with K. Czukas, and M. Fafchamps); and "The Characteristics of Informal Financial Markets in Africa," (with E. Aryeteey). All working papers are available at <http://www.econ.nwu.edu/faculty/udry/>.

In recent months BURTON A. WEISBROD has completed the following working papers: "Complaints and Geographic Mobility as Responses to Dissatisfaction with Public Services" (with P. Devereux); "Health Care Cost Containment and Technological Change: Peering into the Future"; "The Future of the Nonprofit Sector: Its Entwining with Private Enterprise and Government"; "The Comparative Behavior of For-profit and Nonprofit Organizations in Mixed Industries"

ANDREW WINTON published "Corporate Financial Structure, Incentives, and Optimal Contracting," (with F. Allen) as Chapter 22 in North Holland's *Handbooks in Operations Research and Management Science, Volume 9: Finance*, edited by R. A. Jarrow, V. Maksimovic, and W. T. Ziemba.

VISITING SPEAKERS

FERNANDO ALVAREZ, University of Pennsylvania, "Welfare Effects of Job Security Provisions and their Imperfect Insurance Markets"

PATRICIA M. ANDERSON, Dartmouth College, "Empirical Matching Functions: Estimation and Interpretation Using Disaggregate Data"

NICHOLAS BARBERIS, Harvard University, "How Big Are Hedging Demands? Evidence from Long-Horizon Asset Allocation"

PIERPAOLO BATTIGALLI, Princeton University, "Non-Equilibrium Analysis of Incomplete Information Games"

GEERT BEKAERT, Stanford University, "Peso Problem Explanations for Term Structure Anomalies"

BEN BENTAL, Technion-Israel Institute of Technology, "The Optimal Reserve Requirement in an Economy with Uncertain and Sequential Trade"

ALOK BHARGAVA, University of Houston, "Nutritional Status and the Allocation of Time in Rwandese Households"

SEVERIN BORENSTEIN, University of California, Davis, "Settling for Coupons: Discount Contracts as Compensation and Punishment in Antitrust Lawsuits"

KENNETH BOYER, Michigan State University, "Transportation Demand and the Representative Agent"

SANDRO BRUSCO, Universidad Autonoma, Barcelona, "Perfect Bayesian Implementation in Economic Environments"

DAVID CARD, Princeton University, "How Does Raising the Minimum Wage Affect the Poor?"

P. A. CHIAPPORI, CNRS, "Collective Models of Household Behavior: Test and Identification"

MICHELLE CONNOLLY, Yale University, "Diffusion Through Trade and Imitation"

JANET CURRIE, University of California, Los Angeles, "Does More Money Buy Better Children?"

KENT DANIEL, University of Chicago, "The Characteristics of Cross-Sectional Variation in Expected Return"

JANICE C. EBERLY, University of Pennsylvania, "The Effects of Irreversibility and Uncertainty of Capital Accumulation"

JEFFREY C. ELY, University of California, Berkeley, "Local Conventions"

LARRY EPSTEIN, University of Toronto, "Beliefs about Beliefs without Probabilities"

BILL EVANS, University of Maryland, "The Compensating Behavior of Smokers: Taxes, Tar and Nicotine"

YOSSI FEINBERG, Hebrew University, Jerusalem, "Disagreeing to Agree"

LAURA CASARES FIELD, University of California, Los Angeles, "Is Institutional Investment in Initial Public Offerings Related to Long-Run Performance of These Firms?"

CAROLINE M. FOHLIN, California Institute of Technology, "Feduciari and Firm Liquidity Constraints: The Italian Experience with German-Style Universal Banking"

WILLIAM N. GOETZMANN, Yale University, "A Spatial Model of Housing Returns and Neighborhood Substitutability"

DAVID GOLDREICH, Carnegie Mellon University, "Model of Treasury Auction Underpricing"

ROBERT S. GOLDSTEIN, University of California, Berkeley, "On the Term Structure of Interest Rates in the Presence of Reflecting and Absorbing Boundaries"

PEDRO SANTA CLARA GOMES, INSEAD, Simulated Likelihood Estimation of Diffusions with an Application to the Short Term Interest Rate"

STEVE GRENADIER, Stanford University, "The Strategic Exercise of Options: An Application to Real Estate Development"

STEPHEN H. HABER, Stanford University, "The Efficiency Consequences of Institutional Change: Capital Markets and Industrial Productivity Growth in Brazil, 1866-1934"

CHRISTOPHER L. HANES, University of Pennsylvania, "Changes in the Cyclical Behavior of Prices, 1869-1990"

JIM HINES, Harvard University, "Forbidden Payment: Foreign Bribery and American Business After 1977"

DAVID HIRSHLEIFER, University of Michigan, "A Theory of Costly Sequential Bidding"

DOUG HOLTZ-EAKIN, Syracuse University, "Income Taxes and Entrepreneurs' Use of Labor"

JOEL HOROWITZ, University of Iowa, "Bootstrap Critical Values for Tests Based on Generalized-Method-of-Moments Estimators"

HSUEH-LING HUYNH, American Telephone & Telegraph, "Simple Static Model of Migration"

HIDEHIKO ICHIMURA, University of Chicago, "Asymptotic Distribution of Non-parametric and Semi-parametric Estimators with Data Dependent Smoothing Parameters"

CHRISTOPHER JAMES, University of Florida, "Bank Information Monopolies and the Mix of Private and Public Debt Claims"

LOUIS D. JOHNSTON, Gustavus Adolphus College, "Watersheds, Turning Points, and Grand Traverses: Re-Examining the Macroeconomics of 19th Century"

DAN KOVENOCK, Purdue University, "Capacity Precommitment as a Barrier to Entry: A Bertrand-Edgeworth Approach"

IN HO LEE, University of Southampton, "Learning and Asymmetric Business Cycles"

PETER LINDERT, University of California, Davis, "The Bad Earth? Soil Trends and Sustainable Agriculture in China Since the 1930's"

MARCOS LISBOA, University of Pennsylvania, "Hazard and Nonlinear Pricing in a General Equilibrium Model"

SYDNEY LUDVIGSON, Princeton University, "Consumption and Credit: A Model of Time Varying Liquidity Constraints"

BRIGITTE MADRIAN, University of Chicago, "Nonemployment and Health Insurance Coverage"

RODY MANUELLI, University of Wisconsin, Madison, "The Growth Effects of Monetary Policy"

STEPHEN MARK, University of Pennsylvania, "Can Metropolitan Government be Pareto Optimal"

DAVID MARSHALL, Federal Reserve Bank of Chicago, "Consumption-Based Modeling of Long Horizon Returns"

JOHN MATSUSAKA, University of Southern California, "Match-Seeking: A Dynamic Theory of Corporate Diversification"

- SUSAN MAYER, University of Chicago, "Does More Money Buy Better Children?"
- IAN W. McLEAN, University of Adelaide and University of California, Berkeley, "The 1890's Depression in Australia in Comparative Perspective"
- IGAL MILCHTAICH, Hebrew University, Jerusalem, "Congestion Games with Player-Specific Payoff Functions"
- JOHN MORGAN, Pennsylvania State University, "Financing Public Goods by Means of Lotteries"
- STEPHEN MORRIS, University of Pennsylvania, "The Robustness of Equilibria to Incomplete Information"
- WALLACE MULLIN, Michigan State University, "Oligopoly Pricing Under Entry and the Threat of Entry: The Sugar Industry, 1890-1914"
- BARRY NALEBUFF, Yale University, "Co-opetition"
- CLARA EUGENIA NUÑEZ, UNED, "An Index of Human Capital for Spain, 1850-1970"
- LAWRENCE H. OFFICER, University of Illinois, Chicago, "Financing International Institutions, 1944-1995: Are Developing Countries Favored or Disadvantaged?"
- LAURA J. OWEN, De Paul University, "The Labor Turnover of Male and Female Workers: An Historical Perspective"
- PAUL OYER, Princeton University, "The Effect of Sales Incentives on Business Seasonality"
- ARIEL PAKES, Yale University, "Stochastic Approximation for Dynamic Models: Markov Perfect Equilibria and the 'Curse' of Dimensionality"
- JOSEF PERKTOLD, University of Chicago, "Information Aggregation in an Adverse Selection Model with Heterogeneously Informed Buyers"
- FRANCES FOX PIVEN, The City University of New York, "The Struggle Over Welfare: Politics and Policy"
- JAMES POTERBA, Massachusetts Institute of Technology, "Fiscal Institutions and Public Sector Labor Markets"

TODD C. PULVINO, Harvard University, "Do Asset Fire-Sales Exist?: An Empirical Investigation of Commercial Aircraft Transactions"

GARY RAMEY, University of California, Berkeley, "Calculation, Adaptation and Rational Expectations"

DAVID REILEY, Massachusetts Institute of Technology, "Magic on the Internet: Experimental Evidence on Reserve Prices in Auctions"

NELSON REPENNING, Massachusetts Institute of Technology, "Agency Problems in Process Improvement Effort"

PETER RHODE, University of North Carolina, Chapel Hill, "Technology, Markets, and the Dynamics of Business Location: The Pacific Coast Aircraft Industry, 1909-39"

JEAN-LAURENT ROSENTHAL, University of California, Los Angeles, "The Financial Evolution of the Old Regime: Evidence from the Estates of Burgundy"

MICHAEL RUSSO, University of Oregon, "When Competition Eclipses Cooperation: An Event History Analysis of Joint Venture Failure"

JOHN RUST, University of Wisconsin, "Predicting the Demise of the United States Nuclear Power Industry"

ALDO RUSTICHINI, Center for Operation Research and Econometrics, "Dynamic Incentive Constraints and Optimal Taxation"

LESLIE SALZINGER, University of California, Berkeley, "Engendering Work: Labor Control in Four Mexican Export Processing Factories"

ANDREW SAMWICK, Dartmouth College, "The Limited Offset between Pension Wealth and Other Private Wealth: Implications of Buffer-Stock Saving"

ALVARO SANDRONI, University of Pennsylvania, Philadelphia, "Do Markets Favor Agents Able to Make Accurate Predictions?"

JESUS J. SANTOS, University of Chicago, "Financial Innovations with Endogenous Risk"

ANGEL SERRAT, Massachusetts Institute of Technology, "A Dynamic Equilibrium Model of International Risk-Sharing Puzzles"

Economics At Northwestern, Page 15

JASON SHACHAT, University of Arizona, "Test of Bayesian Versus Adaptive Learning in Normal Form Games"

CHRIS SHANNON, University of California, Berkeley, "Determinacy in Infinite Horizon Exchange Economies"

JOHN SHEA, University of Wisconsin, "Does (Parent's) Money Matter?"

ROBERT SHIMER, Massachusetts Institute of Technology, "Do Good Guys Come in First? Wage Determination and the Ranking of Job Applicants"

ALOYSIUS SIOW, University of Toronto, "Specialization, Obsolescence and Asymmetric Information in Academia"

LONES SMITH, Massachusetts Institute of Technology, "Pathological Outcomes of Observational Learning"

JOEL SOBEL, University of California, San Diego, "Theories of Declining Standards"

GARY SOLON, University of Michigan, "Wage Changes and Intrafirm Job Mobility over the Business Cycle: Case Studies of the Ford and Byers Companies"

DAVID SPECTOR, DELTA, "In Defense of Indirect Democracy"

BOB STAIGER, University of Wisconsin, "Reciprocal Trade Liberalization"

WILLIAM A. SUNDSTROM, Santa Clara University, "Did the WPA Displace Private Employment? Evidence from the 1940 Census Microsample"

GEORGE TAUCHEN, Duke University, "Estimation of Continuous Time Models for Stock Returns and Interest Rates"

MARTA TIENDA, University of Chicago, "Race and Ethnic Variation in the School to Work Transition"

GABRIEL TORTELLA, Universidad de Alcalá, "The Economic History of the Twentieth Century"

DIMITRI VAYANOS - Stanford University, "Transaction Costs and Asset Pricing: A Dynamic Equilibrium Model"

WILLIAM VICKREY, Columbia University, "Three Degrees of Separation Between Budgets and Reality"

MATTHIAS GRAF VON DER SCHULENBURG, Duke University, "The German Version of the EuroQol Quality of Life Questionnaire"

JOEL WALDFOGEL, Yale University, "The Selection Hypothesis and the Relationship between Trial and Plaintiff Victory (and Further Results)"

JOEL WATSON, University of California, San Diego, "Building a Relationship"

SIMONE WEGGE, College of William and Mary, "Effects of Networks and Inheritance Institutions on Migration in 19th Century Germany"

MARK WEINSTEIN - University of Southern California, "Profit Sharing Contracts in Hollywood"

THOMAS WEISS, University of Kansas, "Conjectural Estimates of Colonial GDP"

VICTORIA SAKER WOESTE, American Bar Foundation, "The Farmer's Benevolent Trust: Law and Agricultural Cooperation in Industrial America, 1870-1945"

CATHERINE D. WOLFRAM, Massachusetts Institute of Technology, "Measuring Duopoly Power in the British Electricity Spot Market"

GAVIN WRIGHT, Stanford University, "The Origins and Economic Significance of Free, Labor in America"