The Philadelphia Workshop on Monetary and Macroeconomics  
April 8-9, 2005  

Sponsored by  
The Research Department, Federal Reserve Bank of Philadelphia  
and  
Penn Institute for Economic Research  

Organized by  
Satyajit Chatterjee and Randall Wright  

The purpose of these workshops is to foster research in the area of monetary and macroeconomics. The workshops last a day and a half, with 8 high-quality research papers presented and formally discussed. This year’s workshop focuses on topics in monetary theory, labor economics, asset pricing, economic development, industrial organization and macroeconometrics.
The Philadelphia Workshop on Monetary and Macroeconomics
2005
Program

Friday, April 8th
Room 350
Jon M. Huntsman Hall
Locust Walk and 38th Street
University of Pennsylvania

2:00 PM – 6:15 PM

2:00 Welcoming Remarks and Logistics

   Session Chair: George Alessandria (FRB Philadelphia)

2:15 - 3:00 Chris Waller (Notre Dame) and Aleksander Berentsen (University of Basel):
Optimal Stabilization in a Model with Intermediation
3:15 – 3:30 Discussant: Ted Temzelides (University of Pittsburgh)

15 min Open Discussion

3:30 – 4:15 Huberto Ennis (FRB Richmond): Search, Money and Inflation Under Private
Information.
4:30 – 4:45 Discussant: Chris Phelan (FRB Minneapolis).

15 min Open Discussion

Coffee Break 4:45 – 5:00

   Session Chair: Gadi Barlevy (FRB Chicago)

5:00 – 5:45 Ana Aizcorbe (Bureau of Economic Analysis) and Sam Kortum (University of
5:45 – 6:00 Discussant: George Hall (Yale University)

15 Open Discussion

Adjourn at 6:15

Conference Dinner for Presenters, Discussants and Out-of-Town Participants
7:00 PM - 9:00 PM
L2
2201 South Street
Philadelphia
215-732-7878

The Contractions at L2 (All Invited) 9:30 PM
April, 9th  
Room 350  
Jon M. Huntsman Hall  
Locust Walk and 38th Street  
University of Pennsylvania  

10:00 AM – 6:30 PM

Coffee/Fruits/Muffins: 10:00–10:30

Session Chair: Andreas Hornstein (FRB Richmond)

10:30 – 11:15  Hanno Lustig (UCLA): *Market Price of Aggregate Risk and the Wealth Distribution*
11:15 – 11:30  Discussant: Amir Yaron (Wharton School)

15 min Open Discussion

11:45 – 12:30  Satyajit Chatterjee (FRB Philadelphia), Dean Corbae (UT Texas) and Victor Rios-Rull (U Penn): *Consumption Smoothing Without Commitment: A Model of Consumer Debt with Credit Scoring and Competitive Pricing of Default Risk.*
12:30 – 12:45  Discussant: Hal Cole (UCLA)

15 Open Discussion

Lunch 1:00 – 2:30

Session Chair: Shigeru Fujita (FRB Philadelphia)

2:30 – 3:15  Iourri Manovksii and Marcus Hagedorn (U Penn): *The Cyclical Behavior of Unemployment and Vacancies Revisited*
3:15 – 3:30  Discussant: Robert Shimer (University of Chicago)

15 min Open Discussion

4:30 – 4:45  Discussant: Richard Rogerson (Arizona State University)

15 min Open Discussion

Coffee Break: 5:00 – 5:15

Session Chair: Kevin Huang (FRB Philadelphia)

5:15 – 6:00  Jesus Fernandez-Villaverde (U Penn) Juan Rubio (FRB Atlanta) and Thomas Sargent (NYU) *A, B, C, and D's of VARs*
6:00 – 6:15  Discussant: Mark Watson (Princeton University).

15 min Open Discussion

Adjourn 6:30 PM