



Institute for
New Economic Thinking

ECONOMICS
MUST SERVE
SOCIETY

**Institute for New Economic Thinking
ASSA Reception**

January 3, 2016, 6pm–8pm
Marriott Marquis, 780 Mission St.,
Yerba Buena Salons 10 & 11

Open to All Conference Guests

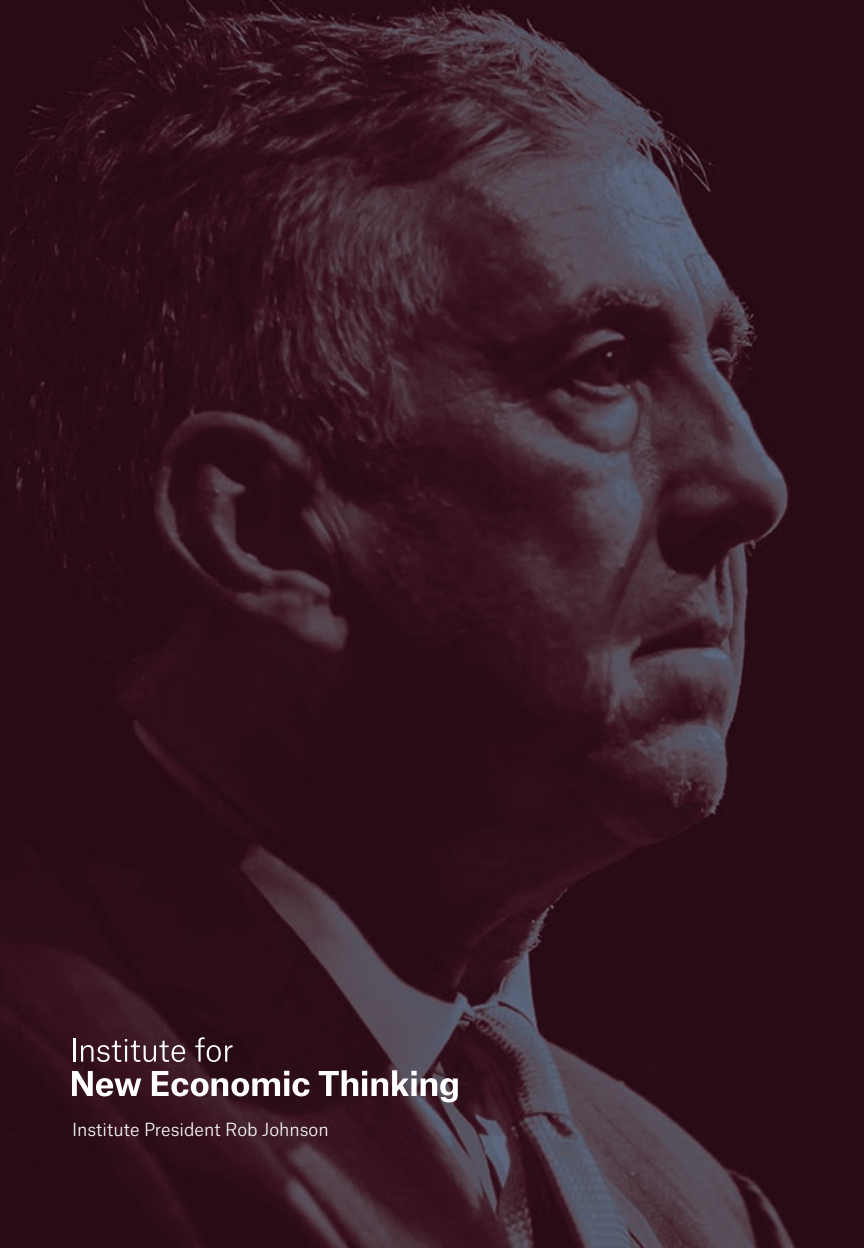


Joseph Stiglitz and James K. Galbraith

Why The Institute? Why Now?

Five years after the Institute for New Economic Thinking came into existence, one thing has become clear: there is a profound need for new economic thinking.

Though more and more people are coming to realize that traditional economics does not serve humanity well, the resistance to change is substantial — both inside the economics discipline and in the world at large.



Institute for
New Economic Thinking

Institute President Rob Johnson

Institute Research

We spend more than \$10 Million annually to fund novel, wide-ranging research that embraces both pure theory and applied work where advances in economics can help solve the great challenges of the 21st century.

The Institute's research is interdisciplinary, incorporating concepts from fields including history, political science, psychology, the physical sciences and the humanities.

Our core areas of focus include

- **Financial Systems Architecture and Behavior**
- **Causes, Consequences, and Remedies of Inequality**
- **Innovation Systems to Serve Humanity**
- **Environment and Resource Sustainability**

The Human Uncertainty Principle as well as various philosophical, methodological and historical underpinnings guides our work.

Institutional Partnerships

- **Azim Premji University**
- **The Bendheim Center at Princeton University**
- **The Institute for New Economic Thinking at Cambridge (Cambridge-INET)**
- **The Centre for International Governance Innovation**
- **Espacio Publico in Chile**
- **Imperfect Knowledge Economics (IKE) at the University of Copenhagen**
- **The Fields Institute of Mathematics and Science**
- **The Fung Global Institute**
- **Human Capital and Economic Opportunity (HCEO) at the University of Chicago**
- **The Kiel Institute**
- **The Institute for New Economic Thinking at the Oxford Martin School (INET Oxford)**
- **The Institute for New Economic Thinking at USC-Dornsife**

OMICS SERVE TY

**Institute for New
Economic Thinking
ASSA Reception**

*Meet Institute Grantees and
New Economic Thinkers*

*Learn more about our community
of Young Scholars (ys1)*

**January 3, 2016
6:00pm-8:00pm**

Marriott Marquis, 780 Mission Street,
Yerba Buena Salons 10 & 11

Your Guide to New Economic Thinking

The Institute supports a wide-range of multidisciplinary thinking designed to improve our understanding of economics and the economy. Below is a list of Institute grantees and affiliated experts who will be presenting at the ASSA conference.

Participants affiliated with the Institute appear with their photographs. Papers funded by INET are noted with a *.

JANUARY 3

8:00 am

Hilton Union Square, Golden Gate 5

Apartheid as Natural Experiment (N3)

PRESIDING



James A. Robinson
Harvard University

8:00 am,

Hilton Union Square, Yosemite B

Global Reserve Assets in a Low Interest Rate World (A1)

*A Model of Capital Flows,
Safe Asset Shortages, and
Global Liquidity Traps*

Ricardo Caballero

Massachusetts Institute Of Technology



Emmanuel Farhi
Harvard University

Pierre-Olivier Gourinchas

University of California-Berkeley

8:00 am

Hilton Union Square, Yosemite A

International Trade and Macroeconomics (F4)

DISCUSSANTS



Giancarlo Corsetti
University of Cambridge
and CEPR

8:00 am,

Hilton Union Square, Imperial A

The Economics of Violence (O1, Q1)

DISCUSSANTS



Suresh Naidu
Columbia University

8:00 am

Parc 55, Market Street

Economic Developments in China, India, and Japan (E2, E6)

*Macroeconomic Consequences
of the Real-Financial Nexus:
Imbalances and Spillovers Between
China and the United States*

Ke Pang

Wilfrid Laurier University

**Pierre L. Siklos**

Wilfrid Laurier University

DISCUSSANTS

Pierre L. Siklos

Wilfrid Laurier University

8:00 am

Hilton Union Square, Union Square 15

**Advances in Contract
and Tax Theory (A1)***Optimal Taxation with
Behavioral Agents ****Xavier Gabaix**

New York University

**Emmanuel Farhi**

Harvard University

8:00 am

Marriott Marquis, Sierra A

**Development, Division
of Labor, and Sexual
Orientation (J1)**

DISCUSSANTS

**Marlene Kim**University of
Massachusetts-Boston

10:15 am

Marriott Marquis, Sierra B

**Economics Experiments
on Networks (C9, D3)***Trading in Networks***Syngjoo Choi**

University College London

Andrea Galeotti

University Of Essex

**Sanjeev Goyal**

University of Cambridge

10:15 am

Hilton Union Square,
Continental — Parlor 2

The Crisis of Austerity (Y9) (Panel Discussion)

PANEL MODERATOR

Marshall Auerback

Economists for Peace and Security

Patrick Honohan

Central Bank of Ireland
Austerity in Ireland

Jeffrey Sommers

University of Wisconsin-Milwaukee
Austerity in the Baltics

Allen Sinai

Decision Economics
Austerity and Monetary Policy



James K. Galbraith

University of Texas-Austin
Austerity in Greece

10:15 am

Hilton Union Square, Union Square 23

Becoming Applied: The Transformation of Economics after 1970 (B2, B4)

PRESIDING



Beatrice Cherrier

University of Caen

*Becoming Applied:
The Transformation of
Economics after 1970 **

Beatrice Cherrier

University of Caen

Roger Backhouse

University of Birmingham

DISCUSSANTS



Steven G. Medema

University of
Colorado-Denver

10:15 am

Parc 55, Balboa

The New Generation of Minimum Wage Policies in California (J3)

DISCUSSANTS



Arindrajit Dube

University of
Massachusetts-Amherst

10:15 am

Marriott Marquis, Sierra I

The Political Economy of Capital Flows, Capital Controls and Central Bank Policy in a Global and Historical Perspective (F3)

*Who Wins and Who Loses from Quantitative Easing and What Does This Tell Us About the Political Economy of Central Bank Policy? **

**Gerald Epstein**

University of
Massachusetts-Amherst

Juan Montecino

University of Massachusetts-Amherst

12:30 pm

Parc 55, Balboa

Cities, Equity, and Labor Market Policies (J3)

PRESIDING

**Richard MCGahey**

Institute for New
Economic Thinking

*Workforce Intermediaries, Regional Economic Resilience, and Just Growth **

**Chris Benner**

University of
California-Davis

**Manuel Pastor**

University of
Southern California

2:30 pm

Hilton Union Square, Plaza A

Book Publishing in Economics (O4) (Panel Discussion)

PANEL MODERATOR

Seth Ditchik

Princeton University Press

Jeffrey D. Sachs

Columbia University

Anat R. Admati

Stanford University

Edward L. Glaeser

Harvard University

**Joseph E. Stiglitz**

Columbia University

2:30 pm,
Hilton Union Square,
Continental Ballroom 4

**Critiquing Robert J.
Gordon's Rise and Fall of
American Growth (O4)**

PRESIDING

Robert J. Shiller
Yale University

Gregory Clark
University of California-Davis

Nicholas Crafts
University of Warwick

Benjamin Friedman
Harvard University



James T. Robinson
University of Chicago

2:30 pm
Hilton Union Square, Golden Gate 1 & 2

**Exchange Rates and the
Macroeconomy (F3, F4)**

*Undervaluation, Currency
Wars, and Economic Growth **



Anton Korinek
Johns Hopkins University

Ha Nguyen
World Bank

Luis Serven
World Bank

2:30 pm
Hilton Union Square, Yosemite A

Labor Market Dynamics (J6)

*Labor Market Institutions,
Employment, and Wage Dynamics*

Elena Pastorino
University of Minnesota

Zhen Huo
Yale University



Melissa Tartari
University of Chicago

2:30 pm
Hilton Union Square, Plaza B

**Measuring Top Wealth
Shares (D3, D6)**

*Wealth Inequality in the United
States since 1913: Evidence from
Capitalized Income Tax Data **

**Emmanuel Saez**

University of
California-Berkeley

**Gabriel Zucman**

London School
of Economics

2:30 pm

Hilton Union Square, Union Square 13

Minimum Wages and Low-Wage Labor Markets: New Techniques and Outcomes (J2, J3)

DISCUSSANTS

**Arindrajit Dube**

University of
Massachusetts-Amherst

2:30 pm

Marriott Marquis,
Yerba Buena Salons 12 & 13

Information Processing, Transmission and Trading (G1)

DISCUSSANTS

**Peter Koudijs**

Stanford University

2:30 pm

Marriott Marquis, Pacific B

Financialisation and Inequality (E4, D6)

*Direct Evidence on the
Financial Sources of Rising
and Falling Inequality **

**James K. Galbraith**

University of Texas-Austin

*Rising Inequality, Household
Finance, and Prospects for
the U.S. Economy **

**Barry Z Cynamon**

Federal Reserve Bank of
Saint Louis

**Steven M Fazzari**

Washington University
-St. Louis

2:30 pm

Hilton Union Square, Union Square 24

Money and Banking: Local and Global (N2)

*UK Monetary and Credit Policy
after the Radcliffe Report*

Oliver Bush

London School of Economics

David Aikman

Bank of England

**Alan M. Taylor**University of
California-Davis

2:30 pm

Hilton Union Square, Union Square 23

**200 Years of Women
Economists (Co-Hosted
with CSWEP) (B1, B2)**

PRESIDING

**Margaret Levenstein**

University of Michigan

DISCUSSANTS

Margaret Levenstein

University of Michigan

2:30 pm

Parc 55, Balboa

**Whatever Happened to
Incomes Policy? In Honor of
the Late Lloyd Ulman (J3)***Neocorporatism and Incomes Policy
in Europe: Past, Present and Future***Barry Eichengreen**University of
California-Berkeley

2:30 pm

Marriott Marquis, Sierra I

**Changes in the
Labor Market (J3, J6)***Intergenerational Long Term
Effects of Preschool — Structural
Estimates from a Discrete
Dynamic Programming Model ****Lakshmi K. Raut**

Social Security Administration

**James J. Heckman**

University of Chicago



Marlene Kim



James Heckman

JANUARY 4

8:00 am

Hilton Union Square,
Continental — Parlor 3

Child and Maternal Health (I1, J1)

*Investment in Health Across
the Lifecycle: From the Womb
to the Grave **

Gabriella Conti

University College London

Titus J. Galama

University of Southern California



James J. Heckman

University of Chicago

8:00 am

Hilton Union Square, Imperial B

Do Capital Flows Need to be Tamed? (F3, F4)

DISCUSSANTS



Anton Korinek

Johns Hopkins University

8:00 am

Hilton Union Square, Golden Gate 3 & 4

The Long View: What Does History Teach Us About Whether and How Inequality Matters, and What We Should Do About It? (N3, O4) (Panel Discussion)

PANEL MODERATOR

Elisabeth Jacobs

Washington Center
for Equitable Growth

Inequality, Innovation, and Growth

Philippe Aghion

Harvard University

*Long-view Perspective on the
Inequality-Mobility Relationship*

Joseph Ferrie

Northwestern University

*Global History of
Inequality and Growth*

Branko Milanovic

City University of New York

*Inequality, Political
Institutions, and Growth*



Suresh Naidu

Columbia University

*Historical Perspective on
Philanthropic Interventions
to Mitigate Inequality*

Ben Soskis

George Mason University

8:00 am

Parc 55, Market Street

**European Integration at
a Crossroads (F4, G3)**

*Economic Growth and Deep
Integration: A Counterfactual
Analysis for Europe*

Nauro F. Campos

Brunel University London,
ETH-Zurich and IZA-Bonn



Fabrizio Coricelli

Paris School of Economics
and CEPR-London

Luigi Moretti

University of Padova

8:00 am

Marriott Marquis, Pacific H

**Inside Development and
Banking Institutions (B5, E6)**

*Inside Shadow Banking in
China: Credit Driven Growth
versus Financial Stability **



Yan Liang

Willamette University

8:00 am

Hilton Union Square, Union Square 16

**Public Choice: Origins and
Perspectives (B3, H1)**

DISCUSSANTS



Steven G. Medema

University of
Colorado-Denver

8:00 am

Hilton Union Square, Plaza B

**Are Emerging Markets Facing
Growth Stagnation? (F4, F4)**

*An Agenda for Sustainable
and Inclusive Growth for
Emerging Markets*



Joseph Eugene Stiglitz

Columbia University

8:00 am

Marriott Marquis, Sierra J

**End Poverty, Revive
Democracy, and Rethink
Economics: Policy and
Theory Alternatives to the
Neo-Liberal Status Quo (E6)**

*A Call for a Modern
Private-Debt Jubilee*



Steve Keen
Kingston University

*Austerity vs Stimulus:
The Real Nature of the Crisis*



Anwar Shaikh
New School

DISCUSSANTS

Steve Keen
Kingston University

Anwar Shaikh
New School

8:00 am

Marriott Marquis, Sierra K

**Financial Crisis,
Institutional Changes and
Variety of Capitalism (G1)**

DISCUSSANTS



Gerald Epstein
University of
Massachusetts-Amherst

10:15 am

Hilton Union Square,
Union Square 17 & 18

**Exchange Rates, Monetary
Policy, and the Real
Economy (F3, G1)**

*International Spillovers, Currency
Wars, and Policy Cooperation **



Anton Korinek
Johns Hopkins University

10:15 am

Hilton Union Square, Union Square 22

**Global Imbalances and
Exchange Rates (F3)**

PRESIDING



Xavier Gabaix
New York University

10:15 am

Hilton Union Square, Imperial A

Identity Economics 2016 (A1, D1)

PRESIDING



Robert A. Johnson

Institute for New
Economic Thinking

*Motivation, Social Interaction,
and Identity**



Dennis Snower

Kiel Institute for
the World Economy

10:15 am

Hilton Union Square,
Union Square 13

Inequality, Mobility, and Taxation (H2, J3)

Capital Flight

Annette Alstadsæter

University of Oslo



Gabriel Zucman

London School
of Economics

Niels Johannesen

University of Copenhagen

10:15 am

Hilton Union Square,
Continental — Parlor 1

Inflation Experience and Inflation Expectations (E3, E5)

DISCUSSANTS



Ricardo Reis

Columbia University

10:15 am

Marriott Marquis,
Yerba Buena Salons 14 & 15

Information Frictions in Asset Markets (G1)

Good Disclosure, Bad Disclosure

Itay Goldstein

University of Pennsylvania



Liyan Yang

University of Toronto

10:15 am

Parc 55, Market Street

***Global Inequality in
Comparative Perspective
(P5, F6) (Panel Discussion)***

PANEL MODERATOR

Michael Alexeev

Indiana University-Bloomington

Unequal Societies**Joseph Eugene Stiglitz**

Columbia University

*Are Billionaires Good or Bad
for Economic Growth?*

Jan Svejnar

Columbia University

*Recent Trends in Global Inequality
& Their Political Implications*

Branko Milanovic

City University of New York

-Graduate Center

10:15 am

Marriott Marquis, Pacific B

***Financialisation and
Institutional Changes (B5, G3)***

*Unpacking and Reorienting the
Ethical Subcultures of Megabanks
and Their Regulators* **

**Edward J Kane**

Boston College

10:15 am

Marriott Marquis, Sierra C

***Economic Models
and Their Use (B4, B2)***

PRESIDING

**D. Wade Hands**

University of Puget Sound

*Derivational Robustness,
Credible Substitute Systems, and
Mathematical Economic Models:
The Case of Stability Analysis
in Walrasian General
Equilibrium Theory*

D. Wade Hands

University of Puget Sound

10:15 am
Parc 55, Davidson

Income and Wealth Inequality: Recent Empirical Research (J3)

*Household Wealth Trends in the
United States, 1962-2013: What
Happened over the Great Recession?**



Edward Nathan Wolff
New York University

10:15 am
Marriott Marquis, Nob Hill C & D

Causes of the Great Recession and the Prospects for Recovery (E3)

*Understanding the Great
Recession: Keynesian and
Post-Keynesian Insights **



Mario Seccareccia
University of Ottawa



Marc Lavoie
University of Ottawa

12:30 pm,
Marriott Marquis, Sierra B

Gendered Responses to Upheaval and Recession (F6)

Gender, Class and the Crisis

Marcella Corsi
Sapienza University of Rome



Carlo D'ippoliti
Sapienza University
of Rome

12:30 pm
Marriott Marquis, Sierra C

Thought Experiments in Economics, Past and Present (B4, B2)

PRESIDING



John B. Davis
Marquette University

DISCUSSANTS

John B. Davis
Marquette University

2:30 pm

Hilton Union Square, Imperial A

Estate Taxation and the Intergenerational Transmission of Wealth (H2, J1)

Comparing Capitalized Income Estimates to Estate Multiplier Estimates for Wealth Inequality



Emmanuel Saez
University of California-Berkeley



Gabriel Zucman
London School of Economics

2:30 pm

Hilton Union Square,
Union Square 17 & 18

The Evolution of Earnings Inequality, Property Laws and Educational Attainment on Marital Behavior (J1)

Married Women's Property Laws, Marriage Markets, and Bankruptcy Protection: The Case of the American South in the 1840s



Peter Koudijs
Stanford University

Laura Salisbury
York University

2:30 pm

Hilton Union Square, Golden Gate 6 & 7

Wealth Taxation (E1, H1)

Bequest Taxation and $r-g$



Emmanuel Farhi
Harvard University

Ivan Werning

Massachusetts Institute of Technology

2:30 pm

Marriott Marquis,
Yerba Buena Salons 12 & 13

Social Media and Textual Analysis in Finance (G1)

The Power of the Street: Evidence from Egypt's Arab Spring

Daron Acemoglu
Massachusetts Institute of Technology

Tarek Hassan
University of Chicago



Ahmed Tahoun
London Business School

2:30 pm
Marriott Marquis, Pacific H

Dissecting the Evolution of the State, Market, Firm, and Household (B5, P1)

DISCUSSANTS



Carlo D'ippoliti
Sapienza University
of Rome

2:30 pm
Marriott Marquis, Pacific B

Financialisation, Policy and Spatial Inequalities (E4, N2)

*Varieties of Capitalism,
Increasing Income Inequality,
and the Sustainability of
Long Run Growth*



Mark Setterfield
New School

Yun Kim
University of Massachusetts

2:30 pm
Hilton Union Square, Union Square 20

Capital, Knowledge and Diffusion on the Path to the Industrial Revolution (A1)

*The Labor Demand Shock from Hell:
The Protestant Reformation,
Secular Human Capital
Investments, and Economic
Development in Early
Modern Germany*

Davide Cantoni
University of Munich



Jeremiah Dittmar
London School of
Economics

Noam Yuchtman
University of California-Berkeley

*New Media, Competition,
and Growth*

Jeremiah Dittmar
London School of Economics

2:30 pm

Hilton Union Square, Sutter A & B

**Institutions Matter:
Economic and Social Policies
in the Long Run (N2)**

PRESIDING



Julia Cage
Sciences Po

DISCUSSANTS

Julia Cage
Sciences Po

2:30 pm

Marriott Marquis, Sierra B

Work Segregation (J7)

*Does the Minimum Wage Reduce
the Gender Wage Gap in the US? **



Marlene Kim
University of
Massachusetts-Boston



Barry Eichengreen



Thomas Piketty

JANUARY 5

8:00 am

Hilton Union Square, Imperial A

Advances in Open Macroeconomics: Frictions in Goods and Financial Markets (F4, F3)

PRESIDING



Emmanuel Farhi
Harvard University

*Labor Mobility Within
Currency Unions*

Emmanuel Farhi
Harvard University

Ivan Werning
Massachusetts Institute of Technology

*Dynamics of Exchange Rates
in the Presence of Financial
Markets Imperfections*



Xavier Gabaix
New York University

Matteo Maggiori
Harvard University

DISCUSSANTS



Ricardo Reis
Columbia University

8:00 am

Hilton Union Square,
Continental – Parlor 2

Pricing and Quantity Puzzles in International Trade and Macroeconomics (F1, F4)

PRESIDING



Giancarlo Corsetti
University of Cambridge

*International Competitiveness
and Monetary Policy*

Giancarlo Corsetti
University of Cambridge

Paul R. Bergin
University of California-Davis

8:00 am

Hilton Union Square, Yosemite A

Financial History and Asset Pricing (G1, N2)

*Four Centuries of
Return Predictability*

Benjamin Golez

University of Notre Dame

**Peter Koudijs**

Stanford University

*Recreating the South Sea Bubble:
Lessons from an Experiment in
Financial History*

Giovanni Giusti

Universitat Pompeu Fabra

Charles Nousseir

Tilburg University

**Hans-Joachim Voth**

University of Zurich

8:00 am

Hilton Union Square,
Continental – Parlor 3

**Inequality, Redistribution
and Macroeconomic
Instability (E1, E2)**

*Financial Innovation
for Rent Extraction* *

**Anton Korinek**

Johns Hopkins University

DISCUSSANTS

**Thomas Theobald**Macroeconomic Policy
Institute

8:00 am

Marriott Marquis, Sierra J

**Envisioning Alternative
Economic Systems (P2)
(Panel Discussion)**

PANEL MODERATOR

Elissa Braunstein

Colorado State University

John Willoughby

American University

Stephanie Seguino

University of Vermont

**Gerald Epstein**University of
Massachusetts-Amherst**Caren Grown**

World Bank

Nancy Folbre

University of Massachusetts-Amherst

8:00 am

Marriott Marquis, Sierra K

**Heterodox
Macroeconomics (E3)**

DISCUSSANTS

**Anwar Shaikh**
New School

10:15 am

Hilton Union Square, Imperial A

**Income Inequality,
Wealth Inequality
and Innovation (E2, J3)***Distributional National Accounts:
Methods and Estimates for the
United States, 1913-2013****Emmanuel Saez**
University of
California-Berkeley**Gabriel Zucman**
London School of
Economics**Thomas Piketty**
Paris School of
Economics

10:15 am

Hilton Union Square, Franciscan C

**Replication in
Economics (B4, C1)***ReplicationWiki — Improving
Transparency in Economic Research****Jan H. Höffler**
University of Göttingen

1:00 pm

Hilton Union Square, Golden Gate 6 & 7

**International Risks:
Pass-Through in Currencies
and Capital Flows (F4, F3)***Exchange Rate Dynamics,
Liquidity and Capital Flows***Matteo Maggiori**
Harvard University**Xavier Gabaix**
New York University

1:00 pm

Hilton Union Square,
Continental — Parlor 9

New Thinking in Optimal Taxation and Redistribution (H2, D6)

*Preferences for Taxing
Income Versus Wealth*

Raymond Fisman

Columbia University

Ilyana Kuziemko

Princeton University

Suresh Naidu

Columbia University

DISCUSSANTS



Suresh Naidu

Columbia University

1:00 pm

Hilton Union Square, Golden Gate 1 & 2

Reference Dependence and the Labor Market (J6, J3)

*Fairness and Frictions:
The Impact of Unequal
Raises on Quit Behavior*



Arindrajit Dube

University of
Massachusetts Amherst

Laura Giuliano

University of Miami

Jonathan Leonard

University of California-Berkeley

1:00 pm

Hilton Union Square,
Golden Gate 3 & 4

Safe Assets and Macroeconomic Policies (E2, G1)

The Safety Trap



Emmanuel Farhi

Harvard University

DISCUSSANTS



Anton Korinek

Johns Hopkins University

1:00 pm

Marriott Marquis,
Yerba Buena Salons 3 & 4

Commodities (G1)

*Commodity Financialization:
Risk Sharing and Price Discovery
in Commodity Futures Markets*

Itay Goldstein

University of Pennsylvania



Liyan Yang

University of Toronto

1:00 pm

Marriott Marquis,
Yerba Buena Salons 12 & 13

Illiquidity in Financial Markets: Information, Taxes and Temperature (G1)

DISCUSSANTS



Peter Koudijs

Stanford University



The Young Scholars Initiative (YSI)

YSI is an international community of students, young professionals, and researchers who embrace new and critical ways of thinking about the economy. We want to connect economics to the real world and overcome intellectual barriers.

- Pursue your curiosity by joining working groups that tackle issues neglected in current economic research.
- Connect with other young scholars and the Institute for New Economic Thinking's vast network of experts and resources.
- Take part in workshops, webinars, and conferences across the globe.
- Contribute to new economic thinking that serves society.

www.youngscholarsinitiative.org



Three YSI Scholars in a discussion with Joseph Stiglitz at a recent Institute conference.

Institute for
New Economic Thinking

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Young Scholars Initiative (YSI)

Jay Pocklington

jdp@ineteconomics.org