



STUDIENZENTRUM GERZENSEE
STIFTUNG DER SCHWEIZERISCHEN NATIONALBANK

**Conference on “Lessons from Intranational Economics
for International Economics”**

June 11 - 12, 1999

Sponsoring Institutions

- Clausen Center for International Business and Policy
- Studienzentrum Gerzensee

Symposium Publisher

- Journal of International Economics

Program

Thursday, June 10, 1999

- Arrival of participants
- 18.30 Cocktails
- 19.00 Opening dinner

Friday, June 11, 1999

- 07.00-10.00 Breakfast
- 10.30-12.00 **Session I**
Chair: Philippe Bacchetta, Studienzentrum Gerzensee and Université de Lausanne

**“The Welfare Costs of Deviations from the Law of One Price:
An Empirical Investigation”**
Charles Engel, University of Washington and NBER, and John Rogers, Board of Governors of the Federal Reserve System

Discussants: Helene Rey, London School of Economics
Harald Hau, ESSEC, Paris
- 12.15 Lunch

13.30-15.00 Chair: Hans Genberg, IUHEI

“Risk Sharing of Disaggregate Macroeconomic and Idiosyncratic Shocks”
Gregory Hess, Oberlin College, and Kwanho Shin, Korea University

Discussants: Fabio Canova, Universitat Pompeu Fabra
Michael Klein, Tufts University

15.00-16.30 **“Risk-Sharing and Industrial Specialization: Regional and International Evidence”**
Sebnem Kalemli-Ozcan, Brown University, Bent Sorensen, Brown University, and Oved Yosha, Tel Aviv University

Discussants: Harris Dellas, University of Bern
Gregory Hess, Oberlin College

16.30-17.00 Coffee break

17.00-18.30 **“Borders and Business Cycles”**
Eric van Wincoop, Federal Reserve Bank of New York, and Todd Clark, Federal Reserve Bank of Kansas City

Discussants: Antonio Fatás, INSEAD and CEPR
Lucrezia Reichlin, Université Libre de Bruxelles

19.00 Dinner

Saturday, June 12, 1999

07.00-08.30 Breakfast

08.30-10.00 **Session II**
Chair: Eric van Wincoop, Federal Reserve Bank of New York

“Innovation, Demand and Knowledge Spillovers: Theory and Evidence from European Regions”

Laura Bottazzi, Bocconi University, IGIER and CEPR and Giovanni Peri, Bocconi University and IGIER

Discussants: David Weinstein, University of Michigan
Philippe Martin, CERAS

10.00-10.30 Coffee break

10.30-12.00 **“Does Tokyo Matter? Increasing Returns and Regional Productivity”**
Donald Davis, Harvard University, Federal Reserve Bank of New York, and NBER, and David Weinstein, University of Michigan and NBER

Discussants: Gianmarco Ottaviano, University of Bologna
Ian Wooton, University of Glasgow

12.15 Lunch

13.30-15.00 Chair: Andrew K. Rose, University of California at Berkeley

“Government Size and Automatic Stabilizers: International and Intranational Evidence”

Antonio Fatás and Ilian Mihov, INSEAD and CEPR

Discussants: Robert Kollmann, Université de Paris XII
Axel Weber, Center for Financial Studies, and
Goethe Universität, Frankfurt

15.00-16.30 **“(Why) Do Prices Differ across US Cities?
Balassa-Samuelson Versus 42nd Street”**

(This paper by Holger Wolf, Georgetown University, will be presented by
Andrew K. Rose, University of California at Berkeley)

Discussants: John Helliwell, University of British Columbia
Shang-Jin Wei, Harvard University

16.30-17.00 Coffee break

17.00-18.30 **“Border, Border, Wide and Far, How We Wonder What You Are”**
David Parsley, Vanderbilt University, and Shang-Jin Wei, Harvard University and
NBER

Discussants: John Rogers, Board of Governors of the Federal Reserve
System
Mario Crucini, University of Pennsylvania

19.00 Dinner at the Restaurant Goldenes Kreuz, Gerzensee

Sunday, June 13, 1999

06.30-10.00 Breakfast

Departures

Organizing Committee

Philippe Bacchetta
Studienzentrum Gerzensee

Andrew K. Rose
University of California at Berkeley

Eric van Wincoop
Federal Reserve Bank of New York