

**Table 1** Microeconomic Model Calibration

Calibrated Parameters			
Test1	Parameter	Value	Source
Test2	$\Gamma$	1.03	PSID: Carroll (1992)
Test3	$R$	1.04	Conventional
Test4	$\beta$	0.96	Conventional
Test5	$\rho$	2	Conventional
Test6	$\wp$	0.005	PSID: Carroll (1992)
Test7	$\sigma_\psi$	0.1	PSID: Carroll (1992)
Test8	$\sigma_\theta$	0.1	PSID: Carroll (1992)