

# A contemporaneous re-assessment

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## Slide 1

Table: 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	$\varphi$	0.005	PSID: Carroll (1992)
Test7	$\sigma_{\psi}$	0.1	PSID: Carroll (1992)
Test8	$\sigma_{\theta}$	0.1	PSID: Carroll (1992)

$$\bar{k} = \left[ \frac{(1 - \epsilon)\beta^{1/(1-\epsilon)}}{\Xi(1 + \beta)} \right] \quad (1)$$

# Figure



