Table B3—Minimum-Distance Partial Insurance and Variance Estimates

		Whole Sample		No College		College	
		BPP	Time Agg.	BPP	Time Agg.	BPP	Time Agg.
$\sigma^2_{P,T}$	1979-1981	0.0107	0.0265	0.0069	0.0287	0.0106	0.0189
(Variance perm. shock)		(0.0034)	(0.0044)	(0.0037)	(0.0069)	(0.0051)	(0.0046)
	1982	0.0208	0.0270	0.0152	0.0167	0.0252	0.0412
		(0.0041)	(0.0078)	(0.0054)	(0.0118)	(0.0059)	(0.0102)
	1983	0.0299	0.0335	0.0313	0.0524	0.0231	0.0134
		(0.0056)	(0.0107)	(0.0074)	(0.0142)	(0.0086)	(0.0164)
	1984	0.0277	0.0361	0.0332	0.0343	0.0179	0.0371
		(0.0048)	(0.0112)	(0.0073)	(0.0141)	(0.0060)	(0.0162)
	1985	0.0296	0.0335	0.0286	0.0383	0.0220	0.0195
		(0.0094)	(0.0115)	(0.0073)	(0.0152)	(0.0139)	(0.0162)
	1986	0.0225	0.0382	0.0173	0.0430	0.0323	0.0399
		(0.0059)	(0.0116)	(0.0066)	(0.0167)	(0.0100)	(0.0158)
	1987	0.0290	0.0364	0.0204	0.0328	0.0360	0.0292
		(0.0063)	(0.0135)	(0.0072)	(0.0182)	(0.0098)	(0.0196)
	1988	0.0157	0.0146	0.0117	0.0100	0.0184	0.0274
		(0.0069)	(0.0138)	(0.0079)	(0.0212)	(0.0111)	(0.0154)
	1989	0.0182	0.0411	0.0093	0.0308	0.0274	0.0428
		(0.0059)	(0.0117)	(0.0099)	(0.0169)	(0.0060)	(0.0160)
	1990-92	0.0142	0.0336	0.0094	0.0357	0.0217	0.0318
		(0.0043)	(0.0047)	(0.0052)	(0.0080)	(0.0062)	(0.0053)
$\sigma^2_{Q,T}$	1979	0.0375	0.0292	0.0456	0.0326	0.0300	0.0257
(Variance trans. shock)		(0.0059)	(0.0050)	(0.0095)	(0.0082)	(0.0056)	(0.0043)
	1980	0.0300	0.0248	0.0333	0.0255	0.0283	0.0246
		(0.0038)	(0.0032)	(0.0052)	(0.0044)	(0.0058)	(0.0047)
	1981	0.0299	0.0271	0.0361	0.0301	0.0251	0.0228
		(0.0036)	(0.0032)	(0.0054)	(0.0048)	(0.0046)	(0.0041)
	1982	0.0289	0.0290	0.0382	0.0356	0.0214	0.0236
		(0.0039)	(0.0033)	(0.0063)	(0.0055)	(0.0042)	(0.0036)
	1983	0.0262	0.0274	0.0374	0.0379	0.0184	0.0170
		(0.0037)	(0.0035)	(0.0063)	(0.0057)	(0.0037)	(0.0039)
	1984	0.0344	0.0345	0.0403	0.0389	0.0304	0.0307
		(0.0039)	(0.0038)	(0.0059)	(0.0059)	(0.0051)	(0.0047)
	1985	0.0450	0.0421	0.0358	0.0326	0.0490	0.0466
		(0.0076)	(0.0070)	(0.0056)	(0.0054)	(0.0130)	(0.0123)
	1986	0.0458	0.0407	0.0471	0.0377	0.0445	0.0468
		(0.0058)	(0.0055)	(0.0076)	(0.0069)	(0.0084)	(0.0083)
	1987	0.0461	0.0435	0.0520	0.0461	0.0420	0.0396
		(0.0054)	(0.0053)	(0.0082)	(0.0077)	(0.0071)	(0.0069)
	1988	0.0400	0.0337	0.0472	0.0388	0.0343	0.0308
		(0.0047)	(0.0044)	(0.0074)	(0.0072)	(0.0060)	(0.0055)
	1989	0.0381	0.0348	0.0553	0.0492	0.0219	0.0217
		(0.0067)	(0.0062)	(0.0128)	(0.0120)	(0.0051)	(0.0044)
	1990-92	0.0437	0.0351	0.0532	0.0392	0.0345	0.0315
		(0.0040)	(0.0028)	(0.0063)	(0.0047)	(0.0047)	(0.0031)
θ		0.1131	N/A	0.1264	N/A	0.1080	N/A
(Serial correl. trans. shock)		(0.0248)		(0.0319)		(0.0342)	
σ^2_{ξ}		0.0091	0.0123	0.0064	0.0126	0.0124	0.0143
(Variance unobs. slope heterog.)		(0.0039)	(0.0038)	(0.0072)	(0.0068)	(0.0040)	(0.0039)
ϕ		0.6714	0.3420	0.9552	0.3673	0.4661	0.3018
(Partial insurance perm. shock)		(0.0910)	(0.0507)	(0.1707)	(0.0767)	(0.0865)	(0.0590)
ψ		0.0303	0.2256	0.0725	0.2890	-0.0117	0.1408
(Partial insurance trans. shock)		(0.0433)	(0.0414)	(0.0628)	(0.0622)	(0.0546)	(0.0492)