

Discussion of “Labor Supply under Nonlinear Tax Programs...”

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The big questions

- How does the EITC's nonlinear structure amplify or dampen wage shocks in practice?
- How do effects vary with different concentrations of EITC-eligible workers in the income distribution?

Highlights

- CZATE is a great and intuitive way to measure treatment
- Paper's framing highlights policy importance
- Heterog. effects give leverage for mechanisms

I wonder if...

- Could you use the heterog. effects for nuanced policy implications?
- Could a joint labor supply model inform mechanism on the results for single vs married households?

In the future...

- Are you interested in the intensive margin?
- Could the CZATE be applied to UI?