

TABLE 10—LONG-RUN EFFECTS OF POLICIES: TOURNAMENT MODEL

	Baseline	Pro-natal transfers		Education taxes	
		$\psi = 0.01$	$\psi = 0.02$	$\tau_x = 0.1$	$\tau_x = 0.2$
Fertility rate n	1.90	1.97	2.08	1.89	1.88
(Percent change)		(4.1)	(9.5)	(−0.5)	(−1.0)
Childlessness rate (percent)	2.6	1.9	1.3	2.7	2.8
Avg x per child/income (percent)	9.6	9.4	9.0	8.7	7.9
Income elasticity of n	0.084	0.020	−0.054	0.076	0.067
Income elasticity of x	0.673	0.736	0.803	0.694	0.714
Avg labor supply	0.308	0.307	0.305	0.304	0.300
Avg human capital	3.07	3.01	2.94	2.96	2.87
Output per capita	0.939	0.919	0.892	0.897	0.859
Gini income	0.223	0.229	0.237	0.232	0.240
IGE	0.293	0.309	0.323	0.297	0.300
T/Y (percent)		2.1	4.7	1.7	3.0