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### Business Address

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### Education

1993 University of Rochester, Ph.D., Economics  
1992 University of Rochester, M.A., Economics  
1979 U.C. Santa Barbara, B.A., with high honors, Economics

### Work Experience

2007–present Co-organizer, NBER Working Group, Macroeconomics Across Time and Space  
2006, 2003 Visiting Professor, Arizona State University  
2003–present Research Associate, National Bureau of Economic Research  
2002 Visiting Professor, Stockholm School of Economics  
1999–present Professor, Department of Economics; Director, Ettinger Family Program in Macroeconomic Research, UCLA (Vice Chairman, 2000–2004, 2006)  
1995–99 Assistant and Associate Professor, Department of Economics, University of Minnesota  
1993–present Consultant, Research Department, Federal Reserve Bank of Minneapolis  
1992–95 Assistant Professor, Department of Economics, University of Pennsylvania  
1988–present Consultant to various central banks, and to industry in forecasting and litigation support  
1982–88 Vice President and Economist, Security Pacific National Bank  
1981–82 Senior Research Analyst, Continental Airlines

## Professional Affiliations

Associate Editor, *Econometrica*, *Review of Economic Dynamics*, *B.E. Journal of Macroeconomics*, *Macroeconomic Dynamics*, *New Palgrave Dictionary of Economics*

Referee, *American Economic Review*, *Journal of Political Economy*, *Econometrica*, *Review of Economics Studies*, *Quarterly Journal of Economics*, and other professional journals

Economics Panel Member, National Science Foundation, 2002–5

Organizer, Society for Economics Dynamics Annual Conference, Paris, 2003

Organizer, Federal Reserve Bank of Philadelphia Conference on Monetary Policy, Philadelphia, 1995

## Journal Articles

“Does Neoclassical Theory Account for the Effects of Big Fiscal Shocks? Evidence from World War II,” with Ellen McGrattan, *International Economic Review* 51 (2), pp. 509–532, 2010.

“What—or Who—Started the Great Depression?” *Journal of Economic Theory* 144 (6), pp. 2310–2335, 2009.

“Long-Term Changes in Labor Supply and Taxes: Evidence from OECD Countries,” with Andrea Raffo and Richard Rogerson, *Journal of Monetary Economics* 55 (8), pp. 1353–1362, 2008.

“Why Have Business Cycle Fluctuations Become Less Volatile?” with Andres Arias and Gary Hansen, *Economic Theory* 32 (1), pp. 43–58, 2007.

“Latin America in the Rear View Mirror,” with Harold Cole, Alvaro Riascos, and James Schmitz, *Journal of Monetary Economics* 52 (1), pp. 69–107, 2005.

“Trend-Reverting Fluctuations in the Life Cycle Model,” with Costas Azarariadis and James Bullard, *Journal of Economic Theory* 119 (2), pp. 334–356, 2004.

“New Deal Policies and the Persistence of the Great Depression: A General Equilibrium Analysis,” with Harold Cole, *Journal of Political Economy* 112 (4), pp. 779–816, 2004.

“Liquidity Shocks and the Great Depression: Comment on ‘The Great Depression and the Friedman-Schwartz Hypothesis,’” *Journal of Money, Credit and Banking* 35 (6), part 2, pp. 1205–1215, 2003.

“The Demand for Money and the Nonneutrality of Money,” with Harold Cole, *Journal of Monetary Economics* 49 (4), pp. 653–686, 2002.

“Unit Roots, Trend Breaks, and Transitory Dynamics: A Macroeconomic Perspective,” with Lutz Kilian, *Macroeconomic Dynamics* 6 (5), pp. 614–632, 2002.

“The Great U.K. Depression: A Puzzle and Possible Resolution,” with Harold Cole, *Review of Economic Dynamics* 5 (1), pp. 19–44, 2002. Reprinted in Tim Kehoe and Edward Pres-

- cott, eds., *Great Depressions of the Twentieth Century*, Federal Reserve Bank of Minneapolis, pp. 59–84, 2007.
- “Capital-Skill Complementarity and Inequality: A Macroeconomic Analysis,” with Per Krusell, Jose Victor Rios-Rull, and Giovanni Violante, *Econometrica* 68 (5), pp. 1029–1054, 2000. Reprinted in Daron Acemoglu, ed., *Recent Developments in Growth Theory*, Edward Elgar Publishing, 2004.
- Review: “The Defining Moment: A Review Essay,” *Journal of Political Economy* 107 (1), pp. 178–185, 1999.
- “Dynamic Equilibrium Economics: A Framework for Comparing Models and Data,” with Frank Diebold and Jeremy Berkowitz, *Review of Economic Studies* 65 (3), pp. 433–452, 1998.
- “Short-Run Independence of Monetary Policy under Pegged Exchange Rates and Effects of Money on Exchange Rates and Interest Rates,” with Alan Stockman, *Journal of Money, Credit, and Banking* 29 (4), part 2, pp. 783–806, 1997.
- “The Macroeconomic Effects of War Finance in the United States,” *American Economic Review* 87 (1), pp. 23–40, 1997.
- “Postwar British Economic Growth and the Legacy of Keynes,” with Thomas F. Cooley, *Journal of Political Economy* 3 (105), pp. 439–472, 1997.
- “The Effects of Real and Monetary Shocks in a Business Cycle Model with Some Sticky Prices,” with Alan Stockman and Lutz Kilian, *Journal of Money, Credit, and Banking* 27 (4), part 2, pp. 1209–1234, 1995.
- “The Cyclical Behavior of Prices,” with Thomas F. Cooley, *Journal of Monetary Economics* 28, pp. 25–60, 1991.
- “A Note on Spurious Inference in a Linearly Detrended Vector Autoregression,” *Review of Economics and Statistics*, August, pp. 568–571, 1991.
- “The Impact of Stochastic and Deterministic Trends on Money-Output Casuality, a Multi-Country Investigation,” with Robert Krol, *Journal of Econometrics* 45, pp. 291–308, 1990.
- “The Spurious Effects of Unit Roots on Vector Autoregressions: A Monte Carlo Study,” *Journal of Econometrics*, November, pp. 251–266, 1988.

### Other Publications

- “Great Depression (mechanisms),” in Steven N. Durlauf and Lawrence E. Blume, eds., *The New Palgrave Dictionary of Economics*, 2nd ed., Palgrave Macmillan, 2008. Also available online, *The New Palgrave Dictionary of Economics Online*, Palgrave Macmillan, December 15, 2008 ([http://www.dictionaryofeconomics.com/article?id=pde2008\\_G000200](http://www.dictionaryofeconomics.com/article?id=pde2008_G000200)).
- “Back to the Future with Keynes,” in Lorenzo Pecchi and Gustavo Piga, eds., *Revisiting Keynes*, MIT Press, 2008. Reprinted in *Federal Reserve Bank of Minneapolis Quarterly Review*, July, pp. 10–16, 2008.

- “Good Policies Can Save the Economy,” *Wall Street Journal*, October 8, 2008 (<http://online.wsj.com/article/SB122342618776613613.html>).
- “Obamanomics,” with Tom Cooley, *Newsweek*, November 14, 2008 (<http://www.newsweek.com/id/168626/output/print>).
- “Don’t Raise Capital Gains Taxes,” *The American*, November 11, 2008 (<http://www.american.com/archive/2008/november-11-08/don2019t-raise-capital-gains-taxes>).
- “A Second Look at the U.S. Great Depression from a Neoclassical Perspective” (revised and updated), in Tim Kehoe and Edward Prescott, eds., *Great Depressions of the Twentieth Century*, Federal Reserve Bank of Minneapolis, pp. 21–57, 2007.
- Commentary on “Model Fit and Model Selection,” *Federal Reserve Bank of St. Louis Review*, July/August, pp. 361–370, 2007.
- “Financing a War with Iraq,” *UCLA Today*, November 5, 2002.
- “The Great U.S. and U.K. Great Depressions through the Lens of Neoclassical Theory,” *American Economic Review Papers and Proceedings*, May, 2002.
- “Why Did Productivity Fall So Much during the Great Depression? *American Economic Review Papers and Proceedings*, May, pp. 34–38, 2001. Reprinted in *Federal Reserve Bank of Minneapolis Quarterly Review*, Spring, pp. 12–17, 2002.
- “The Great Depression in the United States from a Neoclassical Perspective,” with Harold Cole, *Federal Reserve Bank of Minneapolis Quarterly Review*, Winter, pp. 2–24, 1999. Reprinted in Jack Rabin and Glenn Stevens, eds., *The Handbook of Fiscal Policy*, Marcel Dekker Publishing, pp. 1035–1064, 2002.
- “Are Phillips Curves Useful for Inflation Forecasting?” *Federal Reserve Bank of Minneapolis Quarterly Review*, Winter, pp. 2–11, 2001.
- “Re-examining the Contribution of Money and Banking Shocks to the U.S. Great Depression,” with Harold Cole, in Ben Bernanke and Kenneth Rogoff, eds., *NBER Macroeconomics Annual*, pp. 183–227, MIT Press, 2001.
- “Shrinking Money and the Effectiveness of Monetary Policy,” in Anthony Santomero, Staffan Viotti, and Anders Vredin, eds., *Challenges for Central Banking*, Kluwer, pp. 229–246, 2001.
- “Simulation-Based Estimation of a Four Factor Latent Variable Production Function,” with Giovanni Violante, Per Krusell, and José-Víctor Ríos-Rull, in Roberto Mariano, Til Schuermann, and Melvyn Weeks, eds., *Simulation Methods in Econometrics*, Cambridge University Press, pp. 359–399, 2000.
- “Aggregate Returns to Scale: Why Measurement Is Imprecise,” with Harold Cole, *Federal Reserve Bank of Minneapolis Quarterly Review*, Summer, pp. 19–26, 1999.
- “MAC Should Limit the Number of Gates That Any One Airline Can Use,” with Art Rolnick, *Minneapolis Star-Tribune*, 1999.
- The Macroeconomic Effects of War Finance in the United States*, Garland Press, 1998.
- “How Capital Taxes Harm Economic Growth: Britain versus the United States,” *Business Review*, Federal Reserve Bank of Philadelphia, July/August, pp. 17–27, 1997.

- “Are Data on Industry Evolution and Gross Job Turnover Relevant for Macroeconomics?” with Andy Atkeson and Aubhik Kahn, *Carnegie-Rochester Conference Series on Public Policy* 44, June, pp. 215–250, 1996.
- “When the Bubble Bursts: Psychology or Fundamentals?” *Business Review*, Federal Reserve Bank of Philadelphia, January, pp. 3–13, 1996. Reprinted in *Problèmes économiques*, Direction de la Documentation Française.
- “Theoretical Issues of Liquidity Effects,” with Alan Stockman, *Federal Reserve Bank of St. Louis Review* 77, May/June, pp. 3–25, 1995.
- “Short Run Effects of Money When Some Prices Are Sticky,” with Alan Stockman, *Federal Reserve Bank of Richmond Quarterly Review* 80, Summer, pp. 1–23, 1994.
- “Evaluating Trends in Aggregate Time Series: A Monte Carlo Based Forecasting Approach,” in T. Fomby and G. Rhodes, eds., *Advances in Econometrics*, JAI Press, pp. 323–342, 1990.
- “VAR Priors and Economic Theory,” with G. Nickelsburg, *Proceedings of the American Statistical Association*, pp. 423–426, 1987.
- “Changes in Labor Force Participation of Persons 55 and Over Since World War II: Their Nature and Causes,” with R. Easterlin and E. Crimmins, in P. Robinson et al., eds., *Aging and Technological Advances*, New York: Plenum Press, pp. 89–97, 1984.

### Unpublished Research Papers

- “Deflation and the International Great Depression: A Productivity Puzzle,” with Harold Cole and Ron Leung, under revision, *Econometrica*.
- “Arbitrage and Exchange Rates,” with Alan Stockman, in progress.
- “Understanding Ireland’s Growth Miracle,” with Chris Edmond, in progress.
- “Where Does Capital Flow?” with Mark L. J. Wright, in progress.
- “Understanding Old Business Cycles,” with Flavia Graminho and Venky Venkatesarwan, in progress.
- “Life Cycle Labor Supply and the 2008–09 Crisis,” with Gary Hansen and Jose Lopez.
- “Capital Taxes and Economic Growth, 1950–1996,” with Lutz Kilian and Cara McDaniel.

### Honors and Awards

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|--------|---|
| 2003–8 | <i>Who’s Who in the World</i>   |
| 2002–8 | <i>Who’s Who in Education</i>   |
| 2001–8 | <i>Who’s Who in the United States</i>   |
| 2001–6 | Scoville Distinguished Teaching Prize, UCLA   |
| 2001–5 | Grant, “The Macroeconomic Effect of New Deal Policies,” National Science Foundation |

- 1998–2000 Fellowship, Alfred P. Sloan Foundation
- 1997–99 Grant, “Topics in Applied Macroeconomics,” National Science Foundation
- 1996–2000 *Who’s Who in the Midwest*
- 1994–96 Lawrence R. Klein Fellow, Department of Economics,  
University of Pennsylvania
- 1992–95 *Who’s Who in the East*
- 1991 Distinguished Teaching Prize, Department of Economics,  
University of Rochester
- 1990 Kaplan Prize, Department of Economics, University of Rochester, awarded for  
highest performance in Ph.D. coursework