

Time-Varying Idiosyncratic Risk and Aggregate Consumption Dynamics

Alisdair McKay

PII: S0304-3932(17)30043-0
DOI: [10.1016/j.jmoneco.2017.05.002](https://doi.org/10.1016/j.jmoneco.2017.05.002)
Reference: MONEC 2920

To appear in: *Journal of Monetary Economics*

Received date: 25 April 2016
Revised date: 1 May 2017
Accepted date: 2 May 2017

Please cite this article as: Alisdair McKay, Time-Varying Idiosyncratic Risk and Aggregate Consumption Dynamics, *Journal of Monetary Economics* (2017), doi: [10.1016/j.jmoneco.2017.05.002](https://doi.org/10.1016/j.jmoneco.2017.05.002)



This is a PDF file of an unedited manuscript that has been accepted for publication. As a service to our customers we are providing this early version of the manuscript. The manuscript will undergo copyediting, typesetting, and review of the resulting proof before it is published in its final form. Please note that during the production process errors may be discovered which could affect the content, and all legal disclaimers that apply to the journal pertain.

Highlights

- Estimate an income process with countercyclical risk to individual earnings.
- Target earning losses of displaced workers and skewness of earnings growth.
- Fluctuations in risk lead to sharp drops in consumption in recessions.

Download English Version:

<https://daneshyari.com/en/article/5101554>

Download Persian Version:

<https://daneshyari.com/article/5101554>

[Daneshyari.com](https://daneshyari.com)