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Economic Inequality and Intergenerational Mobility

(Outline and Relevant Literature)

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Relevant Literature:

1. Introduction

Bowles, S. and Gintis, H. (2002), The inheritance of inequality, *Journal of Economic Perspectives*, 16(3), 3-30.

Grawe, N. D. and Mulligan, C. B. (2002), Economic interpretations of intergenerational correlations, *Journal of Economic Perspectives*, 16(3), 45–58.

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2. Intergenerational Mobility in Education, Income and Wealth

Solon, G. (2002), Cross-country differences in intergenerational earnings mobility, *Journal of Economic Perspectives* 16, 59-66.

Zimmerman, D. J. (1992), Regression toward mediocrity in economic stature, *American Economic Review* 82(3), 409–429.

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3. Measurement Error und Life Cycle Bias

Jenkins, S. P. (1987), 'Snapshots versus movies: 'Lifecycle biases' and the estimation of intergenerational earnings inheritance, *European Economic Review* 31(5), 1149–1158.

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4. Estimation Methods

General Reading

Blow, L., Goodman, A., Kaplan, G., Walker, I. and Windmeijer, F. (2005), How important is income in determining children's outcomes? A methodology review of econometric approaches, Institute for Fiscal Studies, London. <http://www.ifs.org.uk/docs/methodology.pdf>

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4.1 Twin Studies

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Bonjour, D., Cherkas, L., Haskel, J., Hawkes, D. and Spector, T. (2003), Returns to education: Evidence from UK twins, *American Economic Review* 93(5), 1799-1812.

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Isacsson, G. (1999), Estimates of the return to schooling in Sweden from a large sample of twins, *Labour Economics* 6(4), 471-489.

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Miller, P., Mulvey, C. and Martin, N. (1997), Family characteristics and the returns to schooling: Evidence on gender differences from a sample of Australian twins, *Economica* 64(253), 119-136.

4.2 Adoptee Studies

Björklund, A., Lindahl, M. and Plug, E. (2006), The origins of intergenerational associations: Lessons from Swedish adoption data, *Quarterly Journal of Economics* 121(3), 999-1028.

Plug, E. (2004), Estimating the effect of mother's schooling on children's schooling using a sample of adoptees, *American Economic Review* 94(1), 358-368.

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Sacerdote, B. (2002), The nature and nurture of economic outcomes, *American Economic Review* (Papers and Proceedings) 92(2), 344-348.

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4.3 Sibling Studies

Griliches, Z. (1979), Sibling models and data in economics: Beginnings of a survey, *Journal of Political Economy* 87(5), 37-64.

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4.4 Policy Reforms

Black, S. E., Devereux, P. J. and Salvanes, K. G. (2005), Why the apple doesn't fall far: Understanding intergenerational transmission of human capital, *American Economic Review* 95(1), 437-449.

Black, S. E., Devereux, P. J. and Salvanes, K. G. (2008), Staying in the classroom and out of the maternity ward? The effect of compulsory schooling laws on teenage births, *Economic Journal* 118(530), 1025-1054.

Meghir, C. and Palme, M. (2005), Educational reform, ability, and family background, *American Economic Review* 95(1), 414-424.

Oreopoulos, P., Page, M. and Stevens, A. H. (2006), The intergenerational effects of compulsory schooling, *Journal of Labor Economics* 24(4), 729-760.

5. Family Structure during Childhood and Later-Life Outcomes

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6. Assortative Mating and Intergenerational Mobility

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7. International Comparisons

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