

PAUL WONNACOTT

Professor of Economics Emeritus

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Ph.D. (Economics), 1959, Princeton University

B.A. (Honours History), 1955, University of Western Ontario

#### MAJOR POSITIONS

Alan R. Holmes Professor, Middlebury College, 1994-2000

Member, Council of Economic Advisers, 1991-Jan. 1993

Economic Adviser to Under Secretary of State, Department of State,  
1990-91

Department of Economics, University of Maryland, College Park, Md.  
Professor Emeritus since 1992; Professor, 1967-92; Associate  
Professor, 1962-67

Senior Staff Economist, Council of Economic Advisers, 1968-70

Ford Foundation Fellow, 1963-64

Instructor and Assistant Professor of Economics, Columbia University,  
1958-62

Brookings Fellow, 1957-58

#### BOOKS

THE CANADIAN DOLLAR. University of Toronto Press, 1960; 2nd. ed.,  
1965.

FREE TRADE BETWEEN THE UNITED STATES AND CANADA: The  
Potential Economic Effects (with R.J. Wonnacott). Harvard University  
Press, Harvard Economic Studies, #129, 1967.

MACROECONOMICS (intermediate). Richard D. Irwin, 1974; 2nd ed.,  
1978; 3rd ed., 1984.

ECONOMICS (with R.J. Wonnacott). McGraw-Hill, 1979; 2nd ed., 1982; 3rd ed., 1986; John Wiley, 4th ed., 1990. Canadian ed. (with R.J. Wonnacott and Ake Blomqvist), 1983; 2nd ed., 1987; 3rd ed., 1990. Spanish edition (with R.J. Wonnacott), 1981; 2nd ed., 1984. Portuguese edition (with R.J. Wonnacott, Y.R. Crusius and C.A. Crusius), 1982; 2nd ed., 1985. Lithuanian edition, 1995.

THE UNITED STATES AND CANADA: The Quest for Free Trade (with an Appendix by John Williamson). Institute for International Economics, Policy Analyses in International Economics, #16, 1987.

HARMONIZATION OF NATIONAL ECONOMIC POLICIES UNDER FREE TRADE (with Harry G. Johnson and Hirofumi Shibata). University of Toronto Press, 1968.

THE LAST GOOD WAR (Novel), 2007.

THE 38th PRESIDENT (Novel), 2008.

#### SHORTER PUBLICATIONS

1. "Exchange Stabilization in Canada, 1950-54: A Comment," Canadian Journal of Economics and Political Science, May 1958, pp. 262-65.
2. "Neutral Money in Patinkin's Money, Interest and Prices," Review of Economic Studies, 1958, pp. 70-71.
3. "Employment, Growth and Price Levels," Political Science Quarterly, 75 (4), December 1960, pp. 560-71.
4. "Disguised and Overt Unemployment in Less Developed Economies," Quarterly Journal of Economics, 76 (2), May 1962, pp. 279-97.
5. The Height, Structure, and Significance of Interest Rates. Study for the Canadian Royal Commission on Banking and Finance, 1962.
6. "A Suggestion for the Revaluation of Gold," Journal of Finance, 18 (1), Mar. 1963, pp. 49-55.

7. "Canadian Automotive Protection: Content Provisions, the Bladen Plan, and Recent Changes," *Canadian Journal of Economics and Political Science*, 31 (1), February 1965, pp. 98-116.
8. "The Automotive Agreement of 1965" (with R.J. Wonnacott), *Canadian Journal of Economics and Political Science*, 33 (2), May 1967, pp. 269-84.
9. "The Similarity of Quantity Theory and Keynesian Policy Prescriptions in Recent Years," in George Horwich, ed., *Monetary Process and Policy*. Richard D. Irwin, 1967.
10. *U.S.-Canadian Free Trade: The Potential Impact on the Canadian Economy* (with R.J. Wonnacott). National Planning Association, 1968.
11. "Monetary and Fiscal Policy for an Economy with Fixed Exchange Rates: A Comment," *Journal of Political Economy*, July 1968, II, pp. 944-46.
2. *The Wage Parity Question* (with R.J. Wonnacott). Study for the Canadian Task Force on Labour Relations, July 1968.
13. "Tax Adjustments on Internationally-Trade Goods," in *United States International Economic Policy in an Interdependent World. Papers of the U.S. Commission on International Trade and Investment Policy (the Williams Commission)*, I, July 1971.
14. "U.S. Investment in the Canadian Economy," *International Journal (Toronto)*, 27 (2), Spring 1972, pp. 276-86.
15. *The Floating Canadian Dollar: Exchange Flexibility and Monetary Independence*. Foreign Affairs Study, American Enterprise Institute, May 1972.
16. *Reassessing North-South Economic Relations* (participant). Tripartite Report by Thirteen Experts, Brookings Institution, December 1972.

17. "Exchange Flexibility and Monetary Independence: The Puzzle of Recent History." In Carl Stem et al., *Eurocurrencies and the International Monetary System*. American Enterprise Institute, 1976.
18. "Problems that Trade Barriers and Foreign Ownership Raise for Canada" (with R. J. Wonnacott). In Ontario Economic Council, *Developments Abroad and the Domestic Economy, II*, 1980, pp. 43-70.
19. "The Marginal Utility of Income Does Not Increase: Borrowing, Lending, and Friedman-Savage Gambles" (with Martin Bailey and Mancur Olson), *American Economic Review*, 70 (2), June 1980, pp. 372-79.
20. "Is Unilateral Tariff Reduction Preferable to a Customs Union? The Curious Case of the Missing Foreign Tariffs" (with R.J. Wonnacott), *American Economic Review*, 71 (4), Sept. 1981, pp. 704-14. To be reprinted in forthcoming volume on Free Trade Areas by the World Bank.
21. "Free Trade Between the United States and Canada: Fifteen Years Later" (with R.J. Wonnacott), *Canadian Public Policy*, October 1982.
22. U.S. Intervention in the Market for DM. *Princeton Studies in International Finance*, #51, 1982.
23. "U.S.-Japanese Economic Relations" (with Charles Morrison and Sueo Sekiguchi). In Report of Sixth Shimoda Conference, Japan Society, 1983, pp. 17-32.
24. "Industrial Allocation in the Andean Pact." In Jose Nunez del Arco et al., eds, *The Economic Integration Process of Latin America in the 1980s*. Inter-American Development Bank, 1984, pp. 103-14.
25. "How General Is the Case for Unilateral Tariff Reduction?" (with R.J. Wonnacott), *American Economic Review*, June 1984, p. 491.
26. "Toward Free Trade Between Canada and the United States" (with R.J. Wonnacott), *Canadian Business Review*, Autumn 1985.

27. "The Nominal Deficit Really Matters," *Challenge*, September 1986, pp. 48-51. Reprinted in Thomas R. Swartz and Frank J. Bonello, eds., *Taking Sides: Clashing Views on Controversial Economic Issues*, 4th ed., Duskin 1988.
28. U.S. and Canadian Auto Policies in a Changing World Environment. CanadianAmerican Committee, C.D. Howe Institute and National Planning Association, August 1987.
29. "The Automotive Sector in the US-Canadian Free Trade Agreement," in Murray G. Smith and Frank Stone, eds., *Assessing the Canada-U.S. Free Trade Agreement*. Ottawa: Institute for Research on Public Policy, December 1987, pp. 73-77.
30. Western Economic Association Roundtable on Free Trade Between the United States and Canada (Herbert Grubel, Anne Hughes, Alan Nymark, Paul Wonnacott), *Contemporary Policy Issues*, January 1988, pp. 1-27.
31. "Canada: Rich by Nature, Poor by Policy?" *Journal of Economic and Monetary Affairs*, Winter 1988, pp. 87-89. 32. The Free Trade Agreement and the Auto Pact. Issue #2 of *Trade Monitor*. Toronto: CD Howe Institute, March 1988.
33. "The Auto Sector," in Jeffrey J. Schott and Murray G. Smith, eds., *The Canada-United States Free Trade Agreement: The Global Impact*. Washington and Ottawa: Institute for International Economics and Institute for Research on Public Policy, 1988, pp. 101-16.
34. "The U.S.-Canadian Free Trade Agreement: What's at Stake?" Statement and Testimony Before the Committee on Governmental Affairs, U.S. Senate, Washington, D.C., May 9, 1988. Printed in *United States-Canada Free Trade Agreement, Hearing Before the Committee on Governmental Affairs, U.S. Senate, Washington, D.C., May 9, 1988*, pp. 32-38, 147-72.
35. "Autos and the Free Trade Agreement: The Auto Pact, Plus or Minus?" In John Crispo, ed., *Free Trade: The Real Story*. Toronto, Gage, 1988, pp. 54-65.

36. "Autos and the Free Trade Agreement: Toward a More Secure Trading Relationship," in Marc Gold and David Leyton-Brown, eds., *Trade-Offs on Free Trade: The Canada-U.S. Free Trade Agreement*. Toronto: Carswell, 1988, pp. 269-75.
37. "International Trade," *Encyclopaedia Britannica, Macropaedia*, Vol. 21, pp. 824-54. [Incorporates passages by Bela Balassa and others from earlier editions.]
38. "Is There a Case for More Free Trade Areas?" (with Mark Lutz). In Jeff Schott, ed., *Free Trade Areas and U.S. Trade Policy*. Washington: Institute for International Economics, 1989, pp. 59-89. Reprinted in abridged form in *Economic Impact*, U.S. Information Agency, 4, 1989, pp. 26-32. To be reprinted in forthcoming volume on Free Trade Areas by the World Bank.
39. "Canadian-U.S. Free Trade: Retrospect and Prospect" (with R.J. Wonnacott), *North American Review of Economics and Finance*, Spring 1991, pp. 95-101.
40. "The Customs Union Issue Reopened" (with R.J. Wonnacott), *Manchester School*, June 1992, LX, #2, pp. 119-35.
41. "NAFTA Scorecard" *The Wall Street Journal*, Sept. 30, 1993.
42. "Natural Free Trade Areas," in *AFTA after NAFTA*, Joint Korea-US Academic Symposium (Princeton, Sept. 1993), pp.177-180.
43. "Merchandise Trade in the APEC Region: Is there Scope for Liberalization on an MFN Basis?" *The World Economy*, Special Issue on Global Trade Policy, 1995, pp. 33-51.
44. "Liberalization in the Western Hemisphere: New Challenges in the Design of a FreeTrade Agreement," (with R.J. Wonnacott), *North American Journal of Economics and Finance*, 1995, vol. 6, #1, pp. 107-119.
45. "The Automotive Industry in Southeast Asia: Can Protection Be Made Less Costly?" *The World Economy*, Jan. 1996, pp. 89-112.

46. Book Review: Russian Reform/International Money, by Yegor Gaidar and Karl Otto Pohl, *Economics of Planning*, 29, 1996, pp. 67-70.

47. "Beyond NAFTA -- The Design of a Free Trade Agreement of the Americas." In Jagdish Bhagwati and Arvind Panagariya, ed. *The Economics of Preferential Trade Agreements*. Washington: AEI Press, 1996, pp. 79-107.

48. "Comments on the Role of History in Bilateral Trade Flows." In Jeffrey A. Frenkel, ed., *The Regionalization of the World Economy*, Chicago: University of Chicago Press for the National Bureau of Economic Research, 1997, pp. 59-62.

49. "The Issue of Assured Access," in Mordechai Kreinin, *Building a Partnership: The U.S.- Canadian Free-Trade Agreement*, East Lansing: Michigan State University Press, 2000, pp. 65-79.

50. "What's the Point of Reciprocal Trade Negotiations? Exports, Imports, and Gains from Trade," (with R.J. Wonnacott), *The World Economy*, Jan. 2005, pp. 1-20.

51. "The economic case for reciprocal trade negotiations: gains from both imports and exports," (with R.J. Wonnacott), in Miroslav Jovanović, *International handbook on the economics of integration*, volume I, 2011, pp. 167-86.

Recent papers (on personal webpage)

AutoPact Safeguards

Reciprocal Trade Negotiations

The Sleeping Beauty Problem: A Change in Credence?