

This PDF is a selection from an out-of-print volume from the National Bureau of Economic Research

Volume Title: Changes in the Cyclical Behavior of Interest Rates

Volume Author/Editor: Philip Cagan

Volume Publisher: UMI

Volume ISBN: 0-87014-414-6

Volume URL: <http://www.nber.org/books/caga66-1>

Publication Date: 1966

Chapter Title: Front matter, Changes in the Cyclical Behavior of Interest Rates

Chapter Author: Philip Cagan

Chapter URL: <http://www.nber.org/chapters/c1520>

Chapter pages in book: (p. -8 - 0)

PHILLIP CAGAN

CHANGES IN THE
CYCLICAL BEHAVIOR
OF
INTEREST RATES



OCCASIONAL PAPER 100

NATIONAL BUREAU OF ECONOMIC RESEARCH
NEW YORK 1966

Distributed by COLUMBIA UNIVERSITY PRESS
NEW YORK AND LONDON

This a study of the National Bureau of Economic
Research. It is reprinted from the August 1966
issue of *The Review of Economics and Statistics*

Library of Congress Catalog Card Number 66-29954
National Bureau of Economic Research, Inc.
261 Madison Avenue, New York, N. Y. 10016

2,005,964

National Bureau of Economic Research, Inc.
Cagan, Phillip.

Changes in the cyclical behavior of interest rates. New York, National Bureau of Economic Research; distributed by Columbia University Press, New York, 1966.

32 p. illus. 24 cm. (National Bureau of Economic Research. Occasional paper 100)

"Reprinted from the August 1966 issue of the Review of economics and statistics."

Bibliographical footnotes.

1. Interest and usury—U. S. 2. Business cycles. I. Title.
(Series)

H11.N2432 no. 100

332.8

66-29954

MATERIAL SUBMITTED BY PUBLISHER.



NATIONAL BUREAU OF ECONOMIC RESEARCH
1966

OFFICERS

Frank W. Fetter, *Chairman*
Arthur F. Burns, *President*
Theodore O. Yntema, *Vice-President*
Donald B. Woodward, *Treasurer*
Geoffrey H. Moore, *Director of Research*

Douglas H. Eldridge, *Executive Director*
Hal B. Lary, *Associate Director of Research*
Victor R. Fuchs, *Associate Director of Research*

DIRECTORS AT LARGE

Joseph A. Beirne, *Communications Workers of America*
Wallace J. Campbell, *Foundation for Cooperative Housing*
Erwin D. Canham, *Christian Science Monitor*
Solomon Fabricant, *New York University*
Marion B. Folsom, *Eastman Kodak Company*
Crawford H. Greenewalt, *E. I. du Pont de Nemours & Company*
Gabriel Hauge, *Manufacturers Hanover Trust Company*
Walter W. Heller, *University of Minnesota*
Albert J. Hettinger, Jr., *Lazard Frères and Company*
Harry W. Laidler, *League for Industrial Democracy*

Geoffrey H. Moore, *National Bureau of Economic Research*
Charles G. Mortimer, *General Foods Corporation*
J. Wilson Newman, *Dun & Bradstreet, Inc.*
George B. Roberts, *Larchmont, New York*
Robert V. Roosa, *Brown Brothers Harriman & Co.*
Harry Scherman, *Book-of-the-Month Club*
Boris Shishkin, *American Federation of Labor and Congress of Industrial Organizations*
George Soule, *South Kent, Connecticut*
Gus Tyler, *International Ladies' Garment Workers' Union*
Joseph H. Willits, *Langhorne, Pennsylvania*
Donald B. Woodward, *A. W. Jones and Company*

DIRECTORS BY UNIVERSITY APPOINTMENT

V. W. Bladen, *Toronto*
Francis M. Boddy, *Minnesota*
Arthur F. Burns, *Columbia*
Lester V. Chandler, *Princeton*
Melvin G. de Chazeau, *Cornell*
Frank W. Fetter, *Northwestern*
R. A. Gordon, *California*

Harold M. Groves, *Wisconsin*
Gottfried Haberler, *Harvard*
Maurice W. Lee, *North Carolina*
Lloyd G. Reynolds, *Yale*
Paul A. Samuelson, *Massachusetts Institute of Technology*
Theodore W. Schultz, *Chicago*

Willis J. Winn, *Pennsylvania*

DIRECTORS BY APPOINTMENT OF OTHER ORGANIZATIONS

Percival F. Brundage, *American Institute of Certified Public Accountants*
Nathaniel Goldfinger, *American Federation of Labor and Congress of Industrial Organizations*
Harold G. Halcrow, *American Farm Economic Association*
Walter E. Hoadley, *American Finance Association*

Murray Shields, *American Management Association*
Willard L. Thorp, *American Economic Association*
W. Allen Wallis, *American Statistical Association*
Harold F. Williamson, *Economic History Association*

Theodore O. Yntema, *Committee for Economic Development*

DIRECTORS EMERITI

Shepard Morgan, *Norfolk, Connecticut*

Jacob Viner, *Princeton, New Jersey*

RESEARCH STAFF

Moses Abramovitz
Gary S. Becker
Gerhard Bry
Arthur F. Burns
Phillip Cagan
Frank G. Dickinson
James S. Earley
Richard A. Easterlin
Solomon Fabricant
Milton Friedman
Victor R. Fuchs
H. G. Georgiadis
Raymond W. Goldsmith
Jack M. Guttentag
Challis A. Hall, Jr.
Daniel M. Holland
F. Thomas Juster
C. Harry Kahn

John W. Kendrick
Irving B. Kravis
Hal B. Lary
Robert E. Lipsey
Ruth P. Mack
Jacob Mincer
Ilse Mintz
Geoffrey H. Moore
Roger F. Murray
Ralph L. Nelson
G. Warren Nutter
Richard T. Selden
Lawrence H. Seltzer
Robert P. Shay
George J. Stigler
Norman B. Ture
Victor Zarnowitz

RELATION OF THE DIRECTORS TO
THE WORK AND PUBLICATIONS OF THE
NATIONAL BUREAU OF ECONOMIC RESEARCH

1. The object of the National Bureau of Economic Research is to ascertain and to present to the public important economic facts and their interpretation in a scientific and impartial manner. The Board of Directors is charged with the responsibility of ensuring that the work of the National Bureau is carried on in strict conformity with this object.
2. To this end the Board of Directors shall appoint one or more Directors of Research.
3. The Director or Directors of Research shall submit to the members of the Board, or to its Executive Committee, for their formal adoption, all specific proposals concerning researches to be instituted.
4. No report shall be published until the Director or Directors of Research shall have submitted to the Board a summary drawing attention to the character of the data and their utilization in the report, the nature and treatment of the problems involved, the main conclusions, and such other information as in their opinion would serve to determine the suitability of the report for publication in accordance with the principles of the National Bureau.
5. A copy of any manuscript proposed for publication shall also be submitted to each member of the Board. For each manuscript to be so submitted a special committee shall be appointed by the President, or at his designation by the Executive Director, consisting of three Directors selected as nearly as may be one from each general division of the Board. The names of the special manuscript committee shall be stated to each Director when the summary and report described in paragraph (4) are sent to him. It shall be the duty of each member of the committee to read the manuscript. If each member of the special committee signifies his approval within thirty days, the manuscript may be published. If each member of the special committee has not signified his approval within thirty days of the transmittal of the report and manuscript, the Director of Research shall then notify each member of the Board, requesting approval or disapproval of publication, and thirty additional days shall be granted for this purpose. The manuscript shall then not be published unless at least a majority of the entire Board and a two-thirds majority of those members of the Board who shall have voted on the proposal within the time fixed for the receipt of votes on the publication proposed shall have approved.
6. No manuscript may be published, though approved by each member of the special committee, until forty-five days have elapsed from the transmittal of the summary and report. The interval is allowed for the receipt of any memorandum of dissent or reservation, together with a brief statement of his reasons, that any member may wish to express; and such memorandum of dissent or reservation shall be published with the manuscript if he so desires. Publication does not, however, imply that each member of the Board has read the manuscript, or that either members of the Board in general, or of the special committee, have passed upon its validity in every detail.
7. A copy of this resolution shall, unless otherwise determined by the Board, be printed in each copy of every National Bureau book.

*(Resolution adopted October 25, 1926,
as revised February 6, 1933, and February 24, 1941)*

This report is one of a series emerging from an investigation of interest rates made possible by a grant to the National Bureau from the Life Insurance Association of America. The Association is not, however, responsible for any of the statements made or views expressed.

ADVISORY COMMITTEE ON THE INTEREST RATES STUDY

In the planning and review of its studies of interest rates, the National Bureau has benefited from the advice and guidance of this committee. The committee's concurrence with the views expressed in this report, however, is not to be assumed. The members of the committee are:

W. Braddock Hickman (chairman), Federal Reserve Bank of Cleveland
Julian D. Anthony, Hartford Life Insurance Company
Daniel H. Brill, Division of Research and Statistics, Board of Governors of the
Federal Reserve System
Lester V. Chandler, Princeton University
W. A. Clarke,* W. A. Clarke Mortgage Company
George T. Conklin, Jr., The Guardian Life Insurance Company of America
Milton Friedman, The University of Chicago
Raymond W. Goldsmith, Yale University
Sidney Homer, Salomon Brothers & Hutzler
Norris O. Johnson, formerly of First National City Bank of New York
Robert G. Link, Federal Reserve Bank of New York
Roger F. Murray, Teachers Insurance and Annuity Association
James J. O'Leary, Life Insurance Association of America
Roy L. Reiersen, Bankers Trust Company
Eli Shapiro, Harvard University
Henry C. Wallich, Yale University
C. Richard Youngdahl, Aubrey G. Lanston & Co., Inc.

* W. A. Clarke was a member of the Committee until his death on February 8, 1965.