

Table 1: US Metro area Phillips curve: 1990-2017

Regression	(1) Pooled OLS	(2) Metro FE OLS	(3) Year FE OLS	(4) Both FE OLS	(5) Both FE 2SLS
Unemployment rate	-0.148*** [0.017]	-0.162*** [0.019]	-0.272*** [0.036]	-0.379*** [0.052]	-0.522*** [0.107]
Inflation expectations	0.599*** [0.057]	0.589*** [0.059]	0.259* [0.147]	0.225 [0.141]	0.214 [0.140]
Core CPI inflation <i>First lag</i>	0.359*** [0.036]	0.371*** [0.036]	0.122*** [0.035]	0.105*** [0.034]	0.074** [0.033]
Observations	1,569	1,525	1,525	1,525	1,525
R-squared	0.316	0.350	0.450	0.487	0.481
Metro area FE	No	Yes	No	Yes	Yes
Year FE	No	No	Yes	Yes	Yes
Seasonal dummies	Yes	Yes	Yes	Yes	Yes

Robust standard errors (clustered by metro area) in brackets
*** p<0.01, ** p<0.05, * p<0.1