

TABLE 3

## COMPARISON OF REGRESSIONS ACROSS COUNTRIES AND U.S. STATES

Sample	$\hat{\beta}$	Additional Variables	$R^2$	$\hat{\sigma}$
1. 98 countries, 1960-85	-.0037 (.0018)	no	.04	.0183
2. 98 countries, 1960-85	.0184 (.0045)	yes	.52	.0133
3. 20 OECD countries, 1960-85	.0095 (.0028)	no	.45	.0051
4. 20 OECD countries, 1960-85	.0203 (.0068)	yes	.69	.0046
5. 48 U.S. states, 1963-86	.0218 (.0053)	no	.38	.0040
6. 48 U.S. states, 1963-86	.0236 (.0013)	yes	.61	.0033