

Disclosure for David Scharfstein

Financial support for this article was provided by the Harvard Business School Division of Research.

I received consulting fees from Bank Atlantic, a Florida-based retail bank, as well as speaking fees from Handelsbanken, a Swedish bank, and Jones Day, a law firm. I do not know whether any of these firms has a financial, ideological, or political stake related to this article.

I have no paid or unpaid positions as officer, director, or board member in any organization whose policy positions, goals or financial interests are related to this article. I am a member of the Financial Advisory Roundtable of the New York Federal Reserve. I am also a member of the Squam Lake Group, a group of economists that writes about financial regulatory issues.

My close relatives and my wife did not receive support and did not have positions that could pose conflicts.

No party had the right to review this article prior to its circulation.