

December 2017

Curriculum Vitae  
Robert A. Taggart, Jr.

Home Address:

300 Second Ave, Unit 4101  
Needham, MA 02494-2961

Office Address:

Professor of Finance  
Boston College  
Carroll School of Management  
Chestnut Hill, MA 02467  
Tel. (617) 552-6104  
FAX: (617) 552-6771  
email: robert.taggart@bc.edu

Personal Information:

Born: August 13, 1946  
U.S. Citizen  
Married, 3 children

Education:

Ph.D., Massachusetts Institute of Technology, 1974, Economics, dissertation title:  
*A Model of Corporate Financing Decisions*

S.M., Massachusetts Institute of Technology, 1969, Economics, thesis title: *The Relative Growth of Central City and Suburban Areas*

B.A., *summa cum laude*, Amherst College, 1968, Mathematics

Scholastic Honors, Awards, Fellowships:

Phi Beta Kappa

Teaching Experience:

Professor of Finance, Boston College, 1989-

Professor of Finance, Boston University, 1983-1989

Visiting Professor of Finance, Sloan School of Management, M.I.T., 1987-1988.

Visiting Associate Professor of Business Administration, Harvard University, 1982-1984.

Associate Professor of Finance, Northwestern University, 1980-1983.

Assistant Professor of Finance, Northwestern University, 1974-1980.

Instructor of Economics, Detroit Institute of Technology, 1969-1971.

Research Interests:

Corporate Finance, and its application to financial institutions and other regulated industries; capital markets and financial innovation.

Editorial Positions:

Editor, *Financial Management*, 1984-1987

Associate Editor, *Financial Management*, 1981-84; 1993-2011

Associate Editor, *Journal of Financial and Quantitative Analysis*, 1983-5

Associate Editor, *Journal of Regulatory Economics*, 1988-

Associate Editor, *Journal of Economics and Business*, 1989-93, 2015-

Editor for Corporate Finance, *Journal of Economics and Business*, 1993-2015

Associate Editor, *Journal of Applied Finance*, 1990-2008

Associate Editor, *Journal of Financial Research*, 1991-1996

Associate Editor, *Journal of Business and Economic Studies*, 1991-98.

Other Experience:

Financial Economist, Research Department, Federal Reserve Bank of Boston, 1976-1977.

Consulting engagements:

1988: engaged by Charles River Associates to analyze investment bank-generated valuation estimates and to summarize academic literature on hostile takeover bids as part of Grand Metropolitan's bid for Pillsbury

1994: Teamed with Brattle Group to prepare material on the valuation of oil and gas tracts as part of an arbitration proceeding in Australia concerning royalties due on an offshore oil and gas tract.

Publications:

Books:

*Quantitative Analysis for Investment Management* (Englewood Cliffs, NJ: Prentice Hall, 1996).

*Managing Investment: 25 Keys to Profitable Capital Investment* (New York: Lehar-Friedman Books, New York Times Pocket MBA Series, 1999).

Articles and Book Chapters:

"Bank Capital Adequacy," (with Stuart I. Greenbaum), in *Proceedings of a Conference on Bank Structure and Competition*, Federal Reserve Bank of Chicago, 1975, pp. 1-16.

"Bond Refunding: A Clarifying Analysis," (with Aharon R. Ofer), *Journal of Finance*, Vol. 32, no. 1 (March 1977), pp. 21-30.

"A Model of Regulation Under Uncertainty and a Test of Regulatory Bias," (with David P. Baron), *Bell Journal of Economics*, Vol. 8, no. 1 (Spring 1977), pp. 151-167.

"Capital Budgeting and the Financing Decision: An Exposition," *Financial Management*, Vol 6, no. 2 (Summer 1977), pp. 59-64. Reprinted in D.F. Scott, A.J. Keown, J.D. Martin, J.W. Petty, eds. *Readings in Financial Management*, Academic Press, 1982, and in V.L. Andrews, C.W. Young and P. Hunt, *Financial Management: Cases and Readings*, Irwin Inc., 1982.

"Regulatory Influences on Bank Capital," *New England Economic Review*, September-October, 1977, pp.37-46.

"A Model of Corporate Financing Decisions," *Journal of Finance*, Vol. 32, no. 5 (December 1977), pp. 1467-1484.

"Effects of Deposit Rate Ceilings: The Evidence from Massachusetts Savings Banks," *Journal of Money, Credit and Banking*, Vol. 10, no.2 (May 1978), pp. 139-157.

"Bank Capital and Public Regulation," (with Stuart I. Greenbaum), *Journal of Money, Credit and Banking*, Vol. 10, no. 2 (May 1978), pp.158-169.

"Future Investment Opportunities and the Value of the Call Provision on a Bond," (with Zvi Bodie), *Journal of Finance*, Vol. 33, no. 4 (September 1978) pp. 1187-1200.

"Savings Bank Reactions to Rate Ceilings and Rising Market Rates," (with Geoffrey Woglom), *New England Economic Review*, September/October 1978, pp.17-31.

"Bond Refunding Reconsidered: Reply," (with Aharon R. Ofer), *Journal of Finance*, Vol.35, no. 1 (March 1980), pp. 197-200.

"Taxes and Corporate Capital Structure in an Incomplete Market," *Journal of Finance*, Vol. 35, no. 3 (June 1980), pp. 645-659.

"Future Investment Opportunities and the Value of the Call Provision on a Bond: Reply," (with Zvi Bodie), *Journal of Finance*, Vol. 35, no. 4 (September 1980), pp. 1055-1056.

Review of *The Investment Decisions of Firms* by Stephen J. Nickell, *Journal of Finance*, Vol. 35, no. 4 (September 1980), pp. 1063-1065.

"Regulatory Pricing Procedures and Economic Incentives," (with David P. Baron), in Michel A. Crew, ed. *Issues in Public Utility Pricing and Regulation*, Lexington Books, 1980.

Review of *Public Utility Economics* by M.A. Crew and P.R. Kleindorfer, *Journal of Finance*, Vol. 35, no. 5 (December 1980), pp. 1289-1291.

“Deregulation of Deposit Rate Ceilings in the United States: Prospects and Consequences,” in A. Verheirstraeten, ed., *Competition and Regulation in Financial Markets*, MacMillan, 1981.

“Rate-of-Return Regulation and Utility Capital Structure Decisions,” *Journal of Finance*, Vol.36, no. 2 (May 1981), pp.383-393.

Review of *The Regulation of Financial Institutions*, Federal Reserve Bank of Boston, *Journal of Money, Credit and Banking*, Vol. 13, no. 4 (November 1981), pp. 515-518.

“Evaluation of Capital Expenditure Proposals Under Inflation,” (with Alfred Rappaport), *Financial Management*, Vol. 11, no. 1 (Spring 1982), pp. 5-13.

Discussion of “Miller’s Equilibrium, Shareholder Leverage Clienteles and Optimal Capital Structure,” by E.H. Kim, *Journal of Finance*, Vol. 37, no. 2 (May 1982), pp. 321-323.

Review of *Public Utility Economics and Finance*, by K.M. Howe and E.F. Rasmussen, *Journal of Finance*, Vol. 38, no. 1 (March 1983), pp. 273-275.

“Implications of Corporate Capital Structure Theory for Banking Institutions,” (with Yair E. Orgler), *Journal of Money, Credit and Banking*, Vol. 15, no. 2 (May 1983), pp. 212-221.

“Capital Structure Equilibrium Under Market Imperfections and Incompleteness,” (with Lemma W. Senbet), *Journal of Finance*, Vol. 39, no. 1 (March 1984), pp. 93-103.

Comment on “Modeling the Banking Firm” by Anthony M. Santomero, *Journal of Money, Credit and Banking*, Vol. 16, no. 4 (November 1984), pp. 612-616.

“Recent Developments in Business Financing” in Richard C. Aspinwall and Robert A. Eisenbeis eds., *Handbook for Banking Strategy*, John Wiley and Sons, 1985.

“Effects of Regulation on Utility Financing: Theory and Evidence,” *Journal of Industrial Economics*, Vol. 33, no. 3 (March 1985), pp. 257-276.

“Secular Patterns in the Financing of U.S. Corporations” in B.M. Friedman, ed., *Corporate Capital Structures in the United States*, University of Chicago Press, 1985.

“Corporate Pension Policy: An Empirical Investigation,” (with Zvi Bodie, Jay O. Light, and Randall Morck), *Financial Analysts Journal*, Vol. 41, no. 5 (September-October 1985), pp. 10-16.

“Balance Sheets Aren't All that Weak,” *New York Times*, Sunday, November 24, 1985, p. 2F.

“Have U.S. Corporations Grown Financially Weak?” in B.M. Friedman, ed., *Financing Corporate Capital Formation*, University of Chicago Press, 1986.

“Corporate Financing: Too much Debt?”, *Financial Analysts Journal*, Vol. 42, no. 3 (May/June 1986), pp. 35-42. Reprinted in Philip L. Cooley, ed. *Advances in Business Financial Management*, Dryden Press, 1990.

Discussion of “Pricing New Corporate Bond Issues: An Analysis of Issue Costs and Seasoning Effects” by W.K.H. Fung and A. Rudd, *Journal of Finance*, Vol. 41, no. 3 (July 1986), pp. 643-4.

“Funding and Asset Allocation in Corporate Pension Plans: An Empirical Investigation” (with Zvi Bodie, Jay O. Light, and Randall Morck), in Z. Bodie, J. Shoven and D. Wise, eds., *Issues in Pension Economics*, University of Chicago Press, 1987.

“Allocating Capital Among a Firm’s Divisions: Hurdles Rates vs. Budgets,” *Journal of Financial Research*, Vol. 10, no.3 (Fall 1987), pp. 177-189.

“The Growth of the ‘Junk’ Bond Market and its Role in Financing Takeovers,” in A.J. Auerbach, ed., *Mergers and Acquisitions*, University of Chicago Press, 1988.

“The Growing Role of Junk Bonds in Corporate Finance,” (with Kevin J. Perry), *Continental Bank Journal of Applied Corporate Finance*, Vol.1 , no.1 (Spring 1988), pp. 37-45. Reprinted in Donald Chew, Jr., ed. *New Developments in Commercial Banking*, Blackwell Publishers, 1991 and in Donald Chew, Jr., ed. *The New Corporate Finance*, McGraw Hill, 1993

Discussion of “A Time Series Analysis of Mergers and Acquisitions in the U.S. Economy,” by Devra L. Golbe and Lawrence J. White, in Alan J. Auerbach, ed. *Corporate Takeovers: Causes and Consequences*, University of Chicago Press, 1988.

Review of *What’s Wrong with Wall Street?*, by Louis Lowenstein, *Sloan Management Review*, Vol. 30, no. 1 (Fall 1988), pp. 89-90.

“Capital Allocation--Hurdles Rates, Budgets or Both?”, (with W. Carl Kester), *Sloan Management Review*, Vol. 30, no. 3 (Spring 1989), pp. 83-90.

Discussion of "Still Searching for Optimal Capital Structure", by Stewart C. Myers, in Richard W. Kopcke and Eric S. Rosengren, eds. *Are the Distinctions Between Debt and Equity Disappearing?*, Federal Reserve Bank of Boston Conference Series No. 33, October 1989.

"Bond Market Innovations and Financial Intermediation" (with Donald J. Smith), *Business Horizons*, Vol. 32, no. 6 (November-December, 1989), pp. 24-33.

"Development of the Junk Bond Market and Its Role in Portfolio Management and Corporate Finance" (with Kevin J. Perry), in Edward I. Altman, ed. *The High Yield Debt Market: Investment Performance and Economic Impact*, Dow-Jones Irwin, 1990.

"Corporate Leverage and the Restructuring Movement of the 1980s", *Business Economics*, Vol. 25, no. 2 (April 1990), pp. 12-18.

Review of *Corporate Finance: Theory, Method and Applications*, by Cheng F. Lee and Joseph E. Finnerty, *Journal of Finance*, Vol. 45, no. 4 (September, 1990), pp. 1357-60.

Discussion of "Corporate Leverage and Leveraged Buyouts in the Eighties, by Margaret M. Blair and Robert E. Litan, in John B. Shoven and Joel Waldfogel, eds. *Debt, Taxes and Corporate Restructuring*, The Brookings Institution, 1990.

"Consistent Valuation and Cost of Capital Expressions with Corporate and Personal Taxes," *Financial Management*, Vol. 20, no.3 (Autumn 1991), pp. 8-20.

"Junk Bonds", in J. Eatwell, M. Milgate and P. Newman, eds. *The New Palgrave Dictionary of Money and Finance*, Macmillan Press, 1992.

"The Opportunity Cost of Using Excess Capacity" (with Robyn McLaughlin), *Financial Management*, Vol. 21, no. 2 (Summer 1992), pp. 12-23.

Review of *Financial Modeling* by Simon Benninga, *Journal of Finance*, Vol. 53, no. 3 (June 1998), pp. 1191-1194.

"Growth Options and Equity Duration" (with Kathleen T. Hevert and Robyn McLaughlin), *Journal of Portfolio Management*, Vol. 25, no. 1 (Fall 1998), pp. 43-50.

"Interest Rates, Inflation and the Value of Growth Options" (with Kathleen T. Hevert and Robyn McLaughlin) *Quarterly Review of Economics and Finance*, Vol. 38 (Special Issue 1998), pp. 599-613.

"Spreadsheet Exercises for Linking Financial Statements, Valuation and Capital Budgeting," *Financial Practice and Education*, Vol. 9, no. 1 (Spring/Summer, 1999), pp. 102-110.

"Using Excel Spreadsheet Functions to Understand and Analyze Fixed Income Security Prices," *Journal of Financial Education*, Vol. 25 (Spring 1999), pp. 46-63.

"CEO Ownership, Leasing and Debt Financing" (with Hamid Mehran and David Yermack), *Financial Management*, Vol. 28, no. 2 (Summer 1999), pp. 5-14.

"Passages in Academic Life and the Field of Finance," *Journal of Applied Finance*, Vol. 13, no. 1 (Spring/Summer 2003), pp. 72-77.

“Hedging Strategies for Exploiting Mispriced Options Using the Black-Scholes Model with Excel” (with Michael J. Barry), *Journal of Applied Finance*, Vol. 17, No. 2 (Fall/Winter 2007), pp. 5 – 12.

“Reconciling the Residual Income Method with Other Approaches to Valuing Firms or Projects,” in Craig W. Holden, *Excel Modeling in Corporate Finance*, 4<sup>th</sup> ed., Pearson (2012).

#### Papers Presented at Conferences

“Bank Capital Adequacy,” (with Stuart I. Greenbaum), Conference on Bank Structure and Competition, Federal Reserve Bank of Chicago, 1975.

“Regulatory Influences on Bank Capital,” Financial Management Association Meetings, Seattle, Washington, 1977.

“Future Investment Opportunities and the Value of the Call Provision on a Bond,” (with Zvi Bodie), Southern Economic Association Meetings, New Orleans, Louisiana, 1977.

“Deregulation of Deposit Rate Ceilings in the United States: Prospects and Consequences,”; Colloquium on “Financial Markets: Structure, Conduct, Performance and Regulation,” Katholieke Universiteit Leuven, Belgium, September 1979.

“Regulatory Pricing Procedures and Economic Incentives,” (with David P. Baron), conference on “Current Issues and Problems in Public Utility Regulation,” Rutgers University, March 1980.

“Rate-of-Return Regulation and Utility Capital Structure Decisions,” American Finance Association Meetings, Denver, Colorado, September 1980.

“Implications of Corporate Capital Structure Theory for Banking Institutions,” (with Yair E. Orgler), Western Finance Association Meetings, Portland, Oregon, June 1982.

“Secular Patterns in the Financing of U.S. Corporations,” NBER Conference on “Corporate Capital Structures in the United States,” Palm Beach, Florida, January 1983; “International Symposium: Current Issues on Capital Markets in the United States and Japan,” Tokyo, Japan, July 1983; “Johnson Symposium on Taxes and Finance,” University of Wisconsin, August 1983.

“Effects of Regulation on Utility Financing: Theory and Evidence,” Eastern Economic Association Meetings, Boston, Massachusetts, March 1983; Western Finance Association Meetings, Long Beach, California, June 1983.

“Capital Allocation in Multi-Division Firms: Hurdle Rates vs. Budgets,” American Finance Association Meetings, San Francisco, California, December 1983.

“Have U.S. Corporations Grown Financially Weak?” NBER Conference on Corporate Capital Structure, Williamsburg, Virginia, September 1984.

“Taxes and Ownership Structure: Corporations, Partnerships and Royalty Trusts,” (with E. Philip Jones), American Finance Association Meetings, Dallas, Texas, December 1984.

“Innovations in Corporate Finance,” Distinguished Speaker Lecture, Administrative Sciences Association of Canada Annual Conference, Whistler, British Columbia, June 1986.

“The Growth of the ‘Junk’ Bond Market and its Role in Financing Takeovers,” NBER Conference on Mergers and Acquisitions, New York City, October 1986.

“Development of the Junk Bond Market and Its Role in Portfolio Management and Corporate Finance,” (with Kevin J. Perry), conference on Financial-Economic Perspectives on the High-Yield Debt Market, New York University, December 1988.

"Consistent Valuation and Cost of Capital Expressions with Corporate and Personal Taxes", Western Finance Association Meetings, Seattle, Washington, June 1989 and conference on Capital Budgeting, Rutgers University, May 1990.

"Determinants of Corporate Leasing and Borrowing Activity" (with Hamid Mehran), Financial Management Association Convention, New York City, October 1995.

“Interest Rates, Inflation and the Value of Growth Options” ” (with Kathleen T. Hevert and Robyn McLaughlin), Midwest Finance Association Convention, Chicago, March 1998.

“Passages in Academic Life and the Field of Finance,” address to Financial Management Association Members’ Breakfast, San Antonio, TX, October, 2002.

#### Research Grants:

National Science Foundation, SOC #77-07251, “Economics of Regulation: Equilibrium, Adjustment and Efficiency,” (with David P. Baron), June 1977-June 1979.

National Science Foundation, renewal of above. “Asymmetric Information, Incentive Problems and the Economics of Regulation,” (with David P. Baron), June 1979- June 1981.

#### Research Affiliations:

Research Associate, National Bureau of Economic Research, 1980-1991



Professional Affiliations:

American Economic Association  
 American Finance Association  
 Financial Management Association  
     President, 1989-1990  
     Trustee, 1990-1997  
     Chairman, Publications Committee, 1994-2001  
     Chair, FMA Fellows Nominating Committee, 2004

Honors, Awards:

Beta Gamma Sigma, Northwestern Chapter, 1979.  
 Graham and Dodd Scroll for Excellence in Financial writing (Presented by Financial Analysts Federation), 1987.  
 Graduate School Council Teaching Award, Massachusetts Institute of Technology, 1988  
 Teaching Excellence Award, Carroll Graduate School of Management Alumni Association, 1994.  
 Carroll School of Management, Raymond Keyes Distinguished Faculty Service Award, 2005.  
 Learning Resources for Student-Athletes Outstanding Faculty Award, Boston College, 2017.

Teaching:

Corporate Finance (undergraduate, Masters and Ph.D. levels), Economics of Regulation (Executive Masters Program), Financial Institutions (Masters level), Banking, Financial Intermediaries and Monetary Policy (Graduate Law Students), Money and Capital Markets (Masters level), Mergers and Acquisitions (Law and M.B.A. Students), Capital Market Theory (Masters and Ph.D. level), International Finance (undergraduate level).

Committee and Administrative Activities:

at Northwestern:

    Ph.D. Program Coordinator, Finance Department, 1979-1981.  
     Chairman, Finance Department, 1981-1982.

at Boston University:

    University Appointments, Promotion and Tenure Committee, 1986.  
     School of Management Appointments, Promotion and Tenure Comm., 1987-88.  
     Chairman, Finance/Economics Department, 1988-89

at Boston College:

    Ph.D. Program Coordinator, Finance Department, 1989-93  
     University Core Curriculum Task Force, 1990-91  
     University Research Council, 1990-97

School of Management Promotion and Tenure Committee, 1991-97, 1998- 2004.  
Chairman, Finance Department, 1993-96  
Chairman, MBA Core Design and Implementation Team, 1994-95  
Interim Dean, Carroll School of Management, 1999-2000  
Associate Dean for Graduate Programs, Carroll School of Management, 2000-2006  
Director, MBA Program Academic Advising, 2015 - 2017  
University Athletics Advisory Board, 2004 –  
Faculty Athletics Representative and Chair, Athletics Advisory Board, 2005-2017  
Vice President, Atlantic Coast Conference, 2011-2012  
President, Atlantic Coast Conference, 2012-2013  
Atlantic Coast Conference Executive Committee, 2011-2015  
NCAA Leadership Council, 2013 – 14