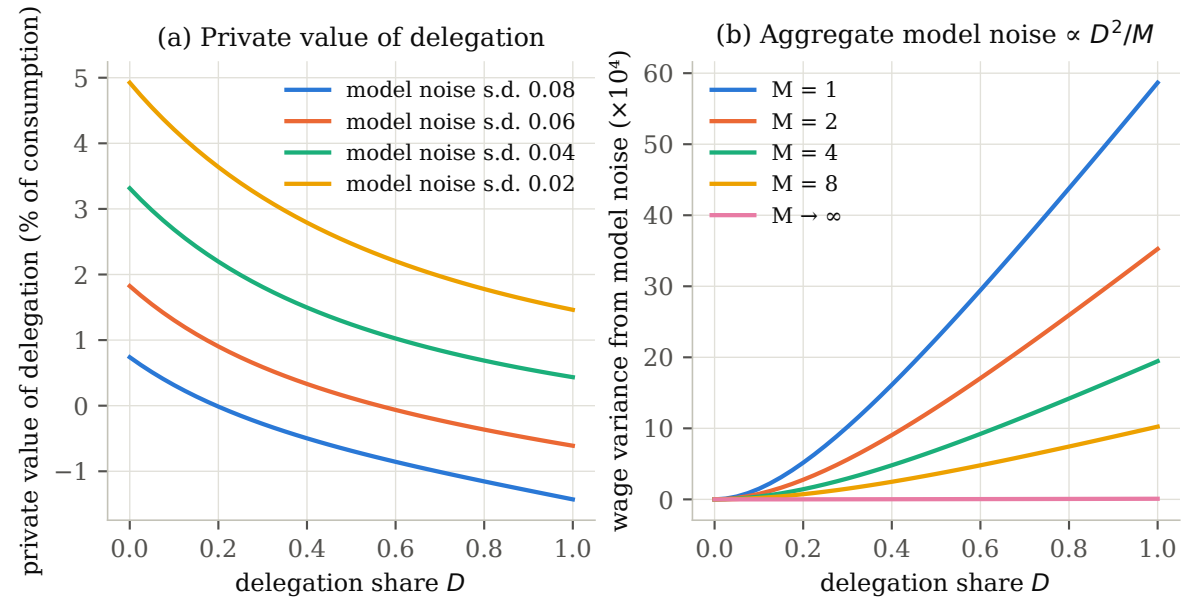

(a) Private value of delegation
model noise s.d. 0.08
model noise s.d. 0.06
model noise s.d. 0.04
model noise s.d. 0.02
private value of delegation (% of consumption)
delegation share D
(b) Aggregate model noise ∝ D²/M
M = 1
M = 2
M = 4
M = 8
M → ∞
wage variance from model noise (×10⁴)
delegation share D