

“Fiscal Policy in EMU – The Way Ahead”

Frankfurt (Main), 19-20 March 2018

19 March 2018

08.30 – 09.00 Registration and Coffee

Fiscal multipliers, part 1

09.00 – 09.45 Fiscal Policies in the Euro Area: Revisiting the Size of Spillovers
Mario Alloza (Banco de España), Pablo Burriel, Javier Perez
Discussant: Sebastian Gechert (IMK – Macroeconomic Policy Institute)

09.45 – 10.30 On the merits of conventional vs unconventional fiscal policy
Matthieu Lemoine, Jesper Lindé (Riksbank)
Discussant: Tobias Cwik (SNB)

10.30 – 11.15 The Young, the Old, and the Government: Demographics and Fiscal Multipliers
Henrique S. Basso, Omar Rachedi (Banco de España)
Discussant: Alexander Ludwig (Goethe University Frankfurt)

11.15 – 11.45 Coffee Break

Risk sharing and distributional effects

11.45 – 12.30 The Welfare and Distributional Effects of Fiscal Volatility:
a Quantitative Evaluation
Rüdiger Bachmann (Notre Dame Univ.), Jinhui Bai, Minjoon Lee, Fudong Zhang
Discussant: Jochen Mankart (Bundesbank)

12.30 – 13.30 Lunch

13.30 – 14.15 A minimal moral hazard central stabilisation capacity
for the EMU based on exports
Roel Beetsma, Simone Cima, Jacopo Cimadomo (ECB)
Discussant: Michael Evers (Univ. of Hohenheim)

14.15 – 15.00 Federal Unemployment Insurance – theory and an application to Europe
Philip Jung (TU Dortmund), Keith Kuester, and Marek Ignaszak
Discussant: Martin Scheffel (Univ. of Cologne)

15.00 – 15.20 Coffee Break

Learning from the past

15.20 – 16.05 Sovereign Risk and Fiscal Information:
A Look at the U.S. State Default of the 1840s
Huixin Bi (Kansas City Fed), Nora Traum
Discussant: Dmitry Kuvshinov (Univ. of Bonn)

16.05 – 16.50 Do the Costs of Job Creation Depend on the State of the Economy?
Evidence from 10 Years and €65 Billion of Photovoltaic Installations
Lukas Buchheim (LMU Munich), Martin Watzinger, Matthias Wilhelm
Discussant: Brigitte Hochmuth (Univ. of Erlangen-Nürnberg)

16.50 – 17.05 Coffee Break

Keynote Speech

17.05 – 18.30 Chair: Ramon Marimon (EUI, ADEMU)
Giancarlo Corsetti (Cambridge University)

Dinner

19.00 – 21.00 Meyer's Restaurant, Große Bockenheimer Straße 54, 60313 Frankfurt

20 March 2018

08.45 – 9.00 Coffee

Sovereign default, fiscal rules, and redenomination risk

09.00 – 09.45 Optimal Domestic (and External) Sovereign Default
Pablo D'Erasmus (Philadelphia Fed), Enrique G. Mendoza
Discussant: Matthias Schön (Bundesbank)

09.45 – 10.30 Robust fiscal rules
Juan Carlos Hatchondo, Leonardo Martinez (IMF), Francisco Roch
Discussant: Stefan Niemann (Univ. of Essex)

10.30 – 11.15 The term structure of redenomination risk and its role in the Eurocrisis
Christian Bayer (Univ. of Bonn), Chi Hyun Kim, Alexander Kriwoluzky
Discussant: Roberto De Santis (ECB)

11.15 – 11.45 Coffee Break

Fiscal multipliers, part 2

11.45 – 12.30 Fiscal Multipliers and the Home Bias of Public Debt

Fernando Broner (CREI), Daragh Clancy, Aitor Erce, and Alberto Martin
Discussant: Johannes Pfeifer (Univ. of Cologne)

12.30 – 13.30 Lunch

13.30 – 14.15 The Fiscal Multiplier

Marcus Hagedorn, Iouri Manovskii, Kurt Mitman (IIES, Stockholm Univ.)
Discussant: Keith Kuester (Univ. of Bonn)

Policy Panel

14.30 – 16.00 Risk sharing and risk reduction – considerations for a balanced approach

- Roel Beetsma (European Fiscal Board)
- Lars Feld (German Economic Council)
- Christophe Kamps (ECB)

Moderator: Karsten Wendorff (Bundesbank)

Format:

25 minutes for the presentation, 10 minutes for the discussant's comments, 10 minutes for general discussion.

Organizers:

Benjamin Born (University of Bonn, CEPR)
Josef Hollmayr (Deutsche Bundesbank)

Sponsors:

Deutsche Bundesbank
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