

ADEMU MINI-CONFERENCE AND LECTURE ON

“Fiscal Policy in Times of Crises”

Organizers: **Luca Fornaro** | CREi, UPF and Barcelona GSE

Timothy Kehoe | University of Minnesota and Federal Reserve Bank of Minneapolis

Ramon Marimon | *European University Institute and UPF-
Barcelona GSE*

Barcelona GSE – 30 March 2017

Both the financial and the euro crises, and their subsequent recessions, have raised many questions as to how fiscal policy should be conducted in times of crisis; in particular, when public and/or private over-borrowing call for restraint. The ADEMU mini-conference will gather some of the current research which analyses recent experience and provides new insights into how fiscal policy should be conducted in these situations, especially within a monetary union.

Thursday, 30 March

PROGRAMME

14.20 – 16.10 Session 1

Chair: Luca Fornaro (CREi, UPF, and Barcelona GSE)

“The Heterogeneous Effects of Government Spending: It’s All About Taxes”, **Axelle Ferriere** (EUI), joint with Gaston Navarro (Federal Reserve Board)

Discussant: **Nezih Guner** (CEMFI, UAB, MOVE, and Barcelona GSE)

“Optimal Austerity”, **Timothy Kehoe** (Minnesota), joint with Juan Carlos Conesa (Stony Brook) and Kim Ruhl (Penn State)

Discussant: **Albert Marcet** (IAE-CSIC, ICREA, MOVE, and Barcelona GSE)

16.10 – 16.30 Coffee break

16.30 – 18.20 Session 2

Chair: Hugo Rodriguez (IAE-CSIC and Barcelona GSE)

"On the risk of leaving the Euro", Juan Pablo Nicolini (Federal Reserve Bank of Minneapolis and Universidad Torcuato Di Tella), joint with Manuel Macera (Colorado State University) and Albert Marcet (IAE-CSIC, MOVE, ICREA, and Barcelona GSE)

Discussant: **Jaume Ventura** (CREi, UPF, and Barcelona GSE)

"Time Consistent Fiscal Policy in a Debt Crisis", Neele Balke (UCL), joint with Morten Ravn (UCL)

Discussant: **Davide Debortoli** (UPF, CREi and Barcelona GSE)

18.30 – 19.30 ADEMU Lecture

Chair: Ramon Marimon (EUI, UPF and Barcelona GSE)

Edward C. Prescott | Arizona State University

"Fiat Value and the Theory of Value"

19.30 – Drinks et al.