



GSEFM-Course

"Monetary and Fiscal Policy Issues in General Equilibrium"

Summer Term 2019

Some suggestions for topics for the term paper:

Unconventional monetary and fiscal policies:

- Benigno, P. and Nisticò, S., Non-Neutrality of open-market operations, mimeo, 2015.
- Correia, I., Farhi, E., Nicolini, J. and Teles, P., Unconventional Fiscal Policy at the Zero Bound, *American Economic Review*, 103, 2013.
- Corsetti, G., Kuester, K., Meier, A. and Müller, G., Sovereign risk, fiscal policy, and macroeconomic stability, *Economic Journal*, 123, 99–132, 2013.
- Curdia, V. and Woodford, M., The Central-Bank Balance Sheet as an Instrument of Monetary Policy, *Journal of Monetary Economics*, 58(1), 47-74, 2011.

- Eggertsson, G. What Fiscal Policy is Effective at Zero Interest Rates?, in: *NBER Macroeconomics Annual*, Volume 25, 2010.
- Gertler, M. and Karadi, P., A model of unconventional monetary policy, *Journal of Monetary Economics*, 58/1, 17-34, 2011.
- Werning, I., Managing a Liquidity Trap: Monetary and Fiscal Policy, mimeo, 2012.

Monetary and fiscal policy interactions in monetary unions:

- Auclert, A., and Rognlie, M., Monetary Union Begets Fiscal Union, mimeo 2014.
- Chari, V. and Kehoe, P., Time inconsistency and free-riding in a monetary union, *Journal of Money, Credit, and Banking*, 40/7, 2008.
- Cooper, R. and Kempf, H., Overturning Mundell: Fiscal policy in a monetary union, *Review of Economic Studies*, 71, 2004.
- Eggertsson, G., Ferrero, A. and Raffo, A. (2014), Can structural reforms help Europe?, *Journal of Monetary Economics*, 61, 2-22.
- Farhi, E. and Werning, I., Fiscal multipliers: Liquidity traps and currency unions, mimeo, 2012.
- Gali, J. and Monacelli, T., Optimal monetary and fiscal policy in a currency union, *Journal of International Economics*, 76, 2008.

- Kehoe, P. and Pastorino, E., Financial Markets and Fiscal Unions, mimeo 2017.
- Schmitt-Grohé, S. and Uribe, M., Downward Nominal Wage Rigidity and the Case for Temporary Inflation in the Eurozone, *Journal of Economic Perspectives*, 27, 2013.