



Banque de France is organizing the 20th Central Bank Macroeconomic Modeling Workshop (CBMMW) on the topic “Policy coordination”. It will bring together leading economists from central banks and academic institutions to consider critical issues related to policy coordination between instruments and between countries.

G. Eggertsson (Brown University), J. Gali (CREI and Universitat Pompeu Fabra) and H. Rey (London Business School) will be keynote speakers.

The financial crisis and the ensuing slow recovery brought to the forefront policy coordination issues. Fiscal policies were mobilized in addition to monetary policy in several countries; macro-prudential policies are nowadays viewed as central while there are recurrent pleas for additional structural policies. Against this backdrop, policy coordination, within a single country and/or across countries, has attracted a lot of attention.

### **Banque de France**

Conference area  
31 rue Croix des Petits Champs  
75001 Paris, France  
November 16-17-2017

## **Thursday 16 November 2017**

09:00-09:30 **Registration**

09:30-10:00 **Opening:** Bruno Cabrillac (Banque de France)

**Welcome address:** Douglas Laxton (IMF)

10:00-11:00 **Keynote:** H. Rey, "Financial cycles with heterogeneous intermediaries"  
*Chair: Benoit Mojon (Banque de France)*

11:00-11:30 **Coffee break**

11:30-12:30 **Parallel sessions A**

*Session A-1 (Room 2)*

*Chair: Julio Ramos-Tallada (Banque de France)*

### **Assessing the gains from international macroprudential policy Cooperation**

P.-R. Agénor (University of Manchester)

E. Kharroubi (BIS)

L. Gambacorta (BIS & CEPR)

G. Lombardo (BIS)\*

L. A. Pereira da Silva (BIS)

### **Macroprudential Policy Coordination with International Capital Flows**

W. Chen (Williams College)

G. Phelan (Williams College)\*

12:30-14:00 **Lunch**

14:00-15:00 **Parallel sessions B**

*Session B-1 (Room 2)*

*Chair: Marie Aouriri (Banque de France)*

### **Public investment under debt, tax and money financing**

L. Burlon (Banca d'Italia)

A. Locarno (Banca d'Italia)

A. Notarpietro (Banca d'Italia)\*

M. Pisani (Banca d'Italia)

### **Can Fiscal Budget-Neutral Reforms Stimulate Growth? Model-Based Results**

M. Bussière (Banque de France)

L. Ferrara (Banque de France)\*

M. Juillard (Banque de France)

D. Siena (Banque de France)

15:00-16:00 **Parallel Session C**

*Session C-1 (Room 2)*

*Chair: Daniele Siena*

### **Generalized stability of monetary unions under regime switching in monetary and fiscal policies**

D. Bonam (De Nederlandsche Bank)\*

B. Hobijn (Arizona State University)

*Session A-2 (Room 3)*

*Chair: Grégory Levieuge (Banque de France)*

### **Macroprudential Policies in a Low Interest-Rate Environment**

M. Rubio (University of Nottingham)\*

F. Yao (Reserve Bank of New Zealand)

### **The impact of macroprudential policies and their relation with monetary policy: an empirical analysis using credit registry data**

L. Gambacorta (BIS & CEPR)

A. Murcia (Banco de la Republica, Colombia)\*

*Session B-2 (Room 3)*

*Chair: Urszula Szczerbowicz (Banque de France)*

### **Countercyclical Capital Regulation in a Small Open Economy DSGE Model**

M. Lozej (Central Bank of Ireland)

L. Onorante (ECB)

A. Rannenberg (Central Bank of Ireland)\*

### **Quantitative Easing in a Small Open Economy: An International Portfolio Balancing Approach**

S. Kabaca (Bank of Canada)

*Session C-2 (Room 3)*

*Chair: Michel Juillard (Banque de France)*

### **Calibrating Macroprudential Policy to Forecasts of Financial Stability**

S. Brave (Federal Reserve Bank of Chicago)

J. Lopez (Federal Reserve Bank of Chicago)\*

## **Fiscal Moral Hazard in a Monetary Union**

S. Santoro (Banca d'Italia)\*

## **Output effects of macroprudential policies**

B. Richter (University of Bonn)

M. Schularick (Bonn University)

I. Shim (BIS)\*

16:00-16:30 **Coffee break**

16:30-17:30 **Keynote:** J. Gali, "Monetary Policy with Heterogeneous Agents: Insights from TANK models"  
*Chair: Yannick Kalantzis (Banque de France)*

**Dinner (by invitation)**

## **Friday 17 November 2017**

09:30-10:30 **Parallel Session D**

*Session D-1 (Room 4)*

*Chair: Jean-Stéphane Mésonnier*

### **The New Area-Wide Model II: An updated version of the ECB's micro-founded model for forecasting and policy analysis with a financial sector**

G. Coenen (ECB)\*

P. Karadi (ECB)

S. Schmidt (ECB)

A. Warne (ECB)

### **Could the boom-bust in the eurozone periphery have been prevented?**

M. Bielecki (Narodowy Bank Polski & University of Warsaw)

M. Brzoza-Brzezina (Narodowy Bank Polski & Warsaw School of Economics)\*

M. Kolasa (Narodowy Bank Polski & Warsaw School of Economics)

K. Makarski (Narodowy Bank Polski & Warsaw School of Economics)

10:30-11:00 **Coffee break**

11:00-12:00 **Keynote:** G. Eggertsson, "Kaldor and Picketty's facts: The emergence of a non-zero rent economy"  
*Chair: Françoise Drumetz (Banque de France)*

12:00-13:30 **Lunch**

13:30-14:30 **Parallel Session E**

*Session E-1 (Room 4)*

*Chair: Stéphane Lhuissier (Banque de France)*

### **Financial Heterogeneity and Central Bank Non-Standard Measures in a Monetary Union**

M. Darracq Pariès (ECB)\*

N. Papadopoulou (Central Bank of Cyprus)

### **Macroeconomic effects of non-standard monetary policy measures in the euro area: the role of corporate**

*Session D-2 (Auditorium)*

*Chair: Gaetano Gaballo*

### **Quantitative Easing and the "New Normal" in Monetary Policy**

M. T. Kiley (Federal Reserve Board)

### **Forward Guidance without Common Knowledge**

G.-M. Angeletos (MIT & NBER)

C. Lian (MIT)\*

*Session E-2 (Auditorium)*

*Chair: Christoph Grosse Stephen (Banque de France)*

### **Pegging the Interest Rate on Bank Reserves: A Resolution of New Keynesian Puzzles and Paradoxes**

B. Diba (Georgetown University)

O. Loisel (CREST)\*

### **Monetary Policy and Debt Holder Heterogeneity**

M. Werner (University of Zurich)

## **bond purchases**

A. Bartocci (Banca d'Italia)  
L. Burlon (Banca d'Italia)  
A. Notarpietro (Banca d'Italia)  
M. Pisani (Banca d'Italia)\*

## 14:30-15:30 **Parallel Session F**

*Session F-1 (Room 4)*

*Chair: Pierlauro Lopez (Banque de France)*

### **Concerted Efforts? Monetary Policy and Macro-Prudential Tools**

A. Ferrero (University of Oxford)\*  
R. Harrison (Bank of England)  
B. Nelson (Center for Macroeconomics)

### **Macroeconomic Policy Games**

M. Bodenstein (Federal Reserve Board)  
L. Guerrieri (Federal Reserve Board)\*  
J. LaBriola (UC Berkeley)

## 15:30-16:00 **Coffee break**

## 16:00-17:00 **Parallel Session G**

*Session G-1 (Room 2)*

*Chair: Axel Gastambide (Banque de France)*

### **Who benefits from internal devaluations in a monetary union?**

J. Andrès (Universidad de Valencia)  
O. Arce (Banco de España)  
S. Hurtado (Banco de España)\*

### **Labour tax reforms, cross-country coordination and monetary policy stance in the euro area. A structural model-based approach.**

P. Jacquinot (ECB)\*  
M. Lozej (Central Bank of Ireland)  
M. Pisani (Banca d'Italia)

*Session F-2 (Auditorium)*

*Chair: Matthieu Lemoine (Banque de France)*

### **Effects of Consumption Tax Hike Announcements: Lessons from Japan**

Y. Mori-Koike (Bank of Japan)\*  
Y. Hogen (Bank of Japan)

### **A Relook at Monetary and Fiscal Interaction in India under Flexible Inflation Targeting and Revised Framework for Fiscal Rules**

J. Raj (Reserve Bank of India)  
P. Mitra (Reserve Bank of India)  
A. George (Reserve Bank of India)\*  
J. John (Reserve Bank of India)

*Session G-2 (Room 4)*

*Chair: Anastasia Zhutova (Banque de France)*

### **Unconventional Monetary and Fiscal Policies in Interconnected Economies: Do Policy Rules Matter?**

G. C. Lim (Melbourne University Institute of Applied Economic and Social Research)  
P. D. McNelis (Fordham University)\*

### **Fiscal Policies in the euro area: Revisiting the Size of Spillovers**

M. Alloza (Banco de España & CfM)\*  
P. Burriel (Banco de España)  
J. Pérez (Banco de España)

**Organizing Committee:** Antoine Devulder, Ludovic Gauvin, Michel Juillard, Julien Matheron & Daniele Siena