CREDIT MARKET FRICTIONS, BUSINESS CYCLES, AND MONETARY POLICY:

A Research Conference *in Honor of*

CHARLES CARLSTROM and TIMOTHY FUERST

OCTOBER 18–19, 2018

Jenkins Nanovic Hall and Eck Visitors Center

Sponsors:
Notre Dame Department of Economics
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Credit Market Frictions, Business Cycles, and Monetary Policy: A Research Conference in Honor of Charles Carlstrom and Timothy Fuerst
University of Notre Dame, October 18-19, 2018

Day One — Thursday, October 18, 2018

11:30 am – 12:25 pm	**Registration and Lunch**
12:25 – 12:30 pm	**Welcome and Opening Remarks** Matthias Paustian, Federal Reserve Board of Governors
	Session I: Chair: Alexander Wolman, Federal Reserve Bank of Richmond
12:30 – 1:30 pm	**Discouraging Deviant Behavior in Monetary Economics** **Lawrence Christiano**, Northwestern University Yuta Takahashi, Northwestern University Discussant: Bruce McGough, University of Oregon
1:30 – 1:45 pm	**Break**
1:45 – 2:45 pm	**Income Inequality, Financial Crises, and Monetary Policy** Isabel Cairó, Federal Reserve Board **Jae Sim,** Federal Reserve Board Discussant: Matthew Rognlie, Northwestern University
2:45 – 3:45 pm	**The Side Effects of Safe Asset Creation** **Sushant Acharya**, Federal Reserve Bank of New York Keshav Dogra, Federal Reserve Bank of New York Discussant: Alisdair McKay, Federal Reserve Bank of Minneapolis
3:45 – 4:00 pm	**Break**
4:00 – 5:00 pm	**Learning, Confidence, and Business Cycles** **Cosmin Ilut**, Duke University Hikaru Saijo, University of California-Santa Cruz Discussant: Venky Venkateswaran, NYU Stern and Federal Reserve Bank of Minneapolis
5:00 – 6:00 pm	**State Dependency of Monetary Policy: The Refinancing Channel** **Martin Eichenbaum**, Northwestern University Sergio Rebelo, Northwestern University Arlene Wong, Princeton University Discussant: Rüdiger Bachmann, University of Notre Dame
6:00 – 6:45 pm	**Happy Hour** (Eck Center Atrium)
6:45 – 7:30 pm	**Dinner** (Eck Center Atrium)
7:30 pm	**Stabilization Policy in a Low-Interest Rate World** **Michael Woodford**, Columbia University Introduced by: Eric Sims, University of Notre Dame

	Day Two — Friday, October 19, 2018
8:00 – 8:30 am	**Refreshments**
	Session II
	Chair: Argia Sbordonne, Federal Reserve Bank of New York
8:30 – 9:30 am	**Bubbly Recessions** Siddhartha Biswas, University of North Carolina Andrew Hanson**,** University of North Carolina **Toan Phan**, Federal Reserve Bank of Richmond Discussant: Juan Pablo Nicolini, Federal Reserve Bank of Minneapolis
9:30 – 10:30 am	**Global Effective Lower Bound and Unconventional Monetary Policy** **Cynthia Wu**, University of Notre Dame Ji Zhang, Tsinghua University Discussant: Andrew Levin, Dartmouth College
10:30 – 10:45 am	**Break**
10:45 – 11:45 am	**Financial Heterogeneity and Monetary Union** **Simon Gilchrist**, Boston University Raphael Schoenle, Brandeis University Jae Sim, Federal Reserve Board Egon Zakrajšek, Federal Reserve Board Discussant: Zheng Liu, Federal Reserve Bank of San Francisco
11:45 am – 1:00 pm	**Lunch**
	Session III:
	Chair: Alberto Ortiz, Center for Latin American Monetary Studies
1:00 – 2:00 pm	**Forward Guidance** Marcus Hagedorn, University of Oslo Jinfeng Luo, University of Pennsylvania Iourii Manovskii**,** University of Pennsylvania **Kurt Mitman**, Stockholm University Discussant: Jeff Campbell, Federal Reserve Bank of Chicago
2:00 – 2:15 pm	**Break**
2:15 – 3:15 pm	**Money-Financed Fiscal Programs: A Cautionary Tale** William English, Yale University **Christopher Erceg**, Federal Reserve Board David Lopez-Salido**,** Federal Reserve Board Discussant: Nora Traum, HEC Montreal
3:15 – 4:15 pm	**Understanding the Aggregate Effects of Credit Frictions and Uncertainty** Nathan Balke, Southern Methodist University **Enrique Martínez-García**, Federal Reserve Bank of Dallas Zheng Zeng, Bowling Green State University Discussant: Andres Blanco, University of Michigan
4:15 pm	**Adjourn**