

READING LIST

TEXTBOOK

Agnès Bénassy-Quéré, Benoît Coeuré, Pierre Jacquet and Jean Pisani-Ferry, *Economic Policy : Theory and Policies*, forthcoming, Oxford University Press, Spring 2010.

French version

Politique économique, éditions De Boeck, édition révisée, avril 2009.

LESSON 1. CONCEPTS AND ACTORS

Textbooks

Anthony Atkinson and Joseph Stiglitz, *Lectures on Public Economics*, McGraw Hill, 1980.

Avinash Dixit, *The Making of Economic Policy*, MIT Press, 1998.

Torsten Persson and Guido Tabellini, *Political Economics: Explaining Economic Policy*, MIT Press, 2002.

Recommended readings

Jean-Paul Fitoussi, *La règle et le choix*, Le Seuil/La République des Idées, 2002.

Ravi Kambur, "Economic Policy, Distribution and Poverty: The Nature of Disagreements," *World Development*, No. 29, pp 1083-1094, 2001

Paul Krugman, "How Did Economists Get It So Wrong?," 6 septembre 2009, with John Cochrane's answer, 16 septembre 2009.

LESSON 2. FISCAL POLICY

Textbooks

Amélie Barbier-Gauchard, *Intégration budgétaire européenne*, De Boeck, 2008.

Etienne Barel, Christophe Beaux, Emmanuel Kesler, Olivier Sichel, *Economie politique contemporaine*, 3rd edition, Armand Colin, 2007.

Douglas Elmendorf and N. Gregory Mankiw, "Government Debt," in: J. Taylor and M. Woodford (ed.), *Handbook of Macroeconomics*, edition 1, volume 1, chapter 25, pages 1615-1669, Elsevier, 1999.

Recommended readings

European Commission, *Public Finance in EMU 2009*, available on the DG 'Ecfm' website.

International Monetary Fund, *The State of Public Finances: Outlook and Medium-Term Policies After the 2008 Crisis*, Fiscal Affairs Department, Washington D.C.: International Monetary Fund, 2009.

Olivier Blanchard and Roberto Perrotti, "An Empirical Characterization of the Dynamic Effects of Changes in Government Spending and Taxes on Output," *Quarterly Journal of Economics*, Vol. 117, No. 4, pp. 1329-1368, 2002.

Barry Eichengreen and Charles Wyplosz, "The Stability Pact: More than a Minor Nuisance?," *Economic Policy*, Vol. 13, No. 26, pp. 65-104, 1998.

Charles Wyplosz, "Fiscal Policy: Institutions versus Rules," CEPR Working Paper, No. 3238, February 2002.

LESSON 3. MONETARY POLICY

Textbooks

Agnès Bénassy-Quéré, Laurence Boone and Virginie Coudert, *Les taux d'intérêt*, La Découverte, 2ème édition, 2003.

Recommended readings

Lorenzo Bini-Smaghi and Daniel Gros, *Open Issues in European Central Banking*, MacMillan, 2000.

Alan Blinder, "What Central Bankers Could Learn from Academics, and Vice-versa," *Journal of Economic Perspectives*, Spring, pp. 3-19, 1997.

Alan Blinder, Charles Goodhart, Philipp Hildebrandt, Daniel Lipton and Charles Wyplosz, *How do central banks talk? Geneva Reports on the World Economy No. 3*, International Center for Monetary and Banking Studies and CEPR, 2001.

Stephen Cecchetti, Hans Genberg, John Lipsky and Sushil Wadhvani, *Asset Prices and Central Bank Policy, Geneva Reports on the World Economy No. 2*, International Center for Monetary and Banking Studies and CEPR, 2000.

LESSON 4. INTERNATIONAL FINANCIAL INTEGRATION AND FOREIGN-EXCHANGE POLICY

Textbook

Peter Kenen, *International Economics*, Princeton University Press

Lucio Sarno and Mark Taylor, *The Economics of Exchange Rates*, Cambridge University Press, 2002.

Recommended readings

Ben Bernanke, “The Global Saving Glut and the US Current Account Deficit,” 10 March 2005.

Olivier Blanchard and Gian Maria Milesi-Ferretti, “Global Imbalances: In Midstream?,” IMF Staff Position Note No. 2009/29, 2009

Barry Eichengreen, *Globalizing Capital: A History of the International Monetary System*, 2nd edition, Princeton University Press, 2008.

Yoichi Funabashi, *Managing the Dollar: From the Plaza to the Louvre*, Institute for International Economics, 1988.

Paul Masson and Catherine Pattillo, *The Monetary Geography of Africa*, The Brookings Institution, 2005.

LESSON 5. TAX POLICY

Textbook

Bernard Salanié, *The Economics of Taxation*, MIT Press, 2003.

Recommended readings

European Commission, *Taxation trends in the European Union*, 2009.

Isabelle Joumard, “Tax systems in European Union countries,” *OECD Economic Review*, 34, 97-164, 2002.

LESSON 6. GROWTH POLICIES

Textbooks

Robert Baldwin, Rikard Forslid, Philippe Martin, Gianmarco Ottaviano and Frédéric Robert-Nicoud, *Economic Geography and Public Policy*, Princeton University Press, 2003.

Robert Barro and Xavier Sala-i-Martin, *Economic Growth*, 2nd edition, MIT Press, 2004.

Recommended readings

Gilbert Cette, *Productivité et croissance en Europe et aux Etats-Unis*, La Découverte, 2007.

OECD, *ICT and Economic Growth: Evidence from OECD Countries, Industries and Firms*, Paris, 2003.

André Sapir, Philippe Aghion, Giuseppe Bertola, Martin Hellwig, Jean Pisani-Ferry, Dariusz Rosati, José Viñals and Helen Wallace, *An Agenda for a Growing Europe, The Sapir Report*, Oxford University Press, 2004.

LESSON 7. LABOR MARKET POLICY

Textbooks

Pierre Cahuc and André Zylberberg, *Labor Economics*, MIT Press, 2004.

Christopher Pissarides, *Equilibrium Unemployment Theory*, 2nd edition, MIT Press, 2000.

Gilles Saint-Paul, *The Political Economy of Labour Market Institutions*, Oxford University Press, 2000.

Recommended readings

Olivier Blanchard, “European Unemployment: the Evolution of Facts and Ideas,” *Economic Policy*, 21 (45), 5-59, 2006.

LESSON 8. FINANCIAL STABILITY

Textbook

Jean Tirole and Jean-Charles Rochet, *Microeconomics of Banking*, 2nd edition, MIT Press, 2008.

Recommended readings

Agnès Bénassy-Quéré, Benoît Coeuré, Pierre Jacquet and Jean Pisani-Ferry, “The crisis: Policy Lessons and Policy Challenges,” CEPII working paper No. 2009-28, www.cepii.fr.

Markus Brunnermeier , Andrew Crockett, Charles Goodhart , Avinash Persaud, Hyun Song Shin, *The Fundamental Principles of Financial regulation, Geneva Reports on the World Economy No. 2*, International Center for Monetary and Banking Studies and CEPR, 2009.

Stefan Gerlach , Alberto Giovannini , Cédric Tille , José Viñals, *Are the Golden Years of Central Banking Over? The Crisis and the Challenges, Geneva Reports on the World Economy No. 2*, International Center for Monetary and Banking Studies and CEPR, 2009.

Martin Hellwig, “The Causes of the Financial Crisis,” CESifo Forum 4/2008, pp. 12-21, 2008.

International Monetary Fund, *Global Financial Stability Report*, April and October each year.

LESSON 9. ENVIRONMENT POLICIES

Textbook

Olivier Beaumais and Mireille Chiroleu-Assouline, *Economie de l'Environnement*, Bréal, 2001.

Nicholas Stern, *The Economics of Climate Change: The Stern Review*, Cambridge University Press, 2007.

Recommended readings

Brian Copeland and M. Scott Taylor, “Trade and the Environment: Theory and Evidence,” Princeton University Press, 2003.

Jean Tirole, « Politique climatique : une nouvelle architecture internationale », Rapport du CAE n°87, 2009.

COMPLEMENT: SUGGESTED READINGS ON THE EUROPEAN MONETARY UNION

Textbooks

Richard Baldwin and Charles Wyplosz, *The Economics of European Integration*, 2nd edition, McGraw Hill, 2006.

Robert Barro and Vittorio Grilli, *European Macroeconomics*, MacMillan.

Agnès Bénassy-Quéré and Benoît Coeuré, *Economie de l'euro*, Repères/La Découverte, 2nd edition, February 2010.

Marco Buti and André Sapir, *Economic Policy in EMU*, Clarendon Press, 1998.

Recommended readings

European Commission, 2008, EMU @ 10: successes and challenges after ten years of economic and monetary union”, *European Economy*, 2/2008.

Paul de Grauwe, *Economics of Monetary Union*, Oxford University Press.

Charles Wyplosz, “European Monetary Union: the dark sides of a major success,” *Economic Policy*, avril, pp. 209-261, 2006.