Introduction

Opening Remarks
Jiri Rusnok

Fiscal Consolidation in a Low-Inflation Environment: Pay Cuts versus Lost Jobs
Gulherme Bandeira, Evi Pappa, Rana Sajedi, and Eugenia Vella
Discussant: Antonella Trigari

Labor Tax Reforms, Cross-Country Coordination, and the Monetary Policy Stance in the Euro Area: A Structural Model-Based Approach
Pascal Jacquinot, Matija Lozej, and Massimiliano Pisani
Discussant: Raf Wouters

Commentary: Monetary and Fiscal Policy Interactions and the Labor Market
Frank Smets

Tracking Monetary-Fiscal Interactions across Time and Space
Michal Franta, Jan Libich, and Petr Stehlik
Discussant: Troy Davig

Should the ECB Coordinate EMU Fiscal Policies?
Tatiana Kirsanova, Celsa Machado, and Ana Paula Ribeiro
Discussant: Paolo A. Pesenti

Sovereign Default and Monetary Policy Tradeoffs
Huixin Bi, Eric M. Leeper, and Campbell Leith
Discussant: Ricardo Reis

Commentary: Pitfalls of Coordination?
Sergey Slobodyan

Welfare Effects of Tax Policy in Open Economies: Stabilization and Cooperation
Jinill Kim and Sungyoun Kim
Discussant: James M. Nason

Optimal Monetary Policy and Fiscal Policy Interaction in a Non-Ricardian Economy
Massimiliano Rigon and Francesco Zanetti
Discussant: Johannes Wieland

Commentary: Independent Central Banks and the Interplay between Monetary and Fiscal Policy
Athanasios Orphanides
Special Issue on the Interplay between Monetary Policy and Fiscal Policy

Introduction 1

Opening Remarks 3

Jiří Rusnok

Fiscal Consolidation in a Low-Inflation Environment: Pay Cuts versus Lost Jobs 7
Guilherme Bandeira, Evi Pappa, Rana Sajedi, and Eugenia Vella
Discussion: Antonella Trigari 53

Labor Tax Reforms, Cross-Country Coordination, and the Monetary Policy Stance in the Euro Area: A Structural Model-Based Approach 65
Pascal Jacquinot, Matija Lozej, and Massimiliano Pisani
Discussion: Raf Wouters 141

Monetary and Fiscal Policy Interactions and the Labor Market 153
Frank Smets

Tracking Monetary-Fiscal Interactions across Time and Space 167
Michal Franta, Jan Libich, and Petr Stehlík
Discussion: Troy Davig 229

Should the ECB Coordinate EMU Fiscal Policies? 237
Tatiana Kirsanova, Celsa Machado, and Ana Paula Ribeiro
Discussion: Paolo A. Pesenti 281

Sovereign Default and Monetary Policy Tradeoffs 289
Huixin Bi, Eric M. Leeper, and Campbell Leith
Discussion: Ricardo Reis 325

Pitfalls of Coordination? 337
Sergey Slobodyan

Welfare Effects of Tax Policy in Open Economies: Stabilization and Cooperation 347
Jinill Kim and Sunghyun Kim
Discussion: James M. Nason 377