



PROGRAMME

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23 May 2006

PRACTICAL ISSUES IN DSGE MODELLING AT CENTRAL BANKS

Date 5-7 June, 2006

Place Bank of Finland, Rauhankatu 19 auditorium, Helsinki

Accommodation Scandic Hotel Grand Marina, Katajanokanlaituri 7, 00160 Helsinki, tel. +358 (0)10 808002

Programme

Monday, 5 June

09:00 **Official Welcome**
Jouko Vilmunen, Bank of Finland

09:05 **DSGE Models and Monetary Policy:
A Critical Perspective after One Decade of Progress**
Alex Wolman, Federal Reserve Bank of Richmond

10:00 General Discussion

10:15 **Labor Market Frictions in DSGE Models**
Antonella Trigari, Bocconi University

11:00 Coffee Break

11:30 **Practical Experience with the BEQM Model**
Fergal Shorthall, Bank of England

12:00 **Practical Experience with the ToTEM Model**
Claude Lavoie, Bank of Canada

12:30 General Discussion

13:00 Luncheon

14:00 **Modelling a Small Open Economy**
Jesper Lindé, Sveriges Riksbank
Discussant: Junior Maih, Norges Bank

15:00 **Modelling Large Open Economies**
Raf Wouters, National Bank of Belgium
Discussant: Stephen Murchison, Bank of Canada

16:00 Coffee Break

- 16:30 **Modelling the Global Economy**
Luca Guerrieri, Federal Reserve Board of Governors
Discussant: Julien Matheron, Banque de France
- 17:30 General Discussion
- 18:00 Adjournment
- 18:20 Departure from the hotel
- 18:30 Guided Helsinki Cruise with a light dinner
- ~ 22:30 Return to the hotel

Tuesday, 6 June

- 9:00 **Financial Market Frictions and Monetary Policy**
Larry Christiano, Northwestern University
- 9:45 **Banking and Credit Markets in General Equilibrium**
Roberto Motto, European Central Bank
Massimo Rostagno, European Central Bank
- 10:15 **A Pragmatic Perspective on Asset Prices & Monetary Policy**
Alasdair Scott, Bank of England
- 10:30 General Discussion
- 11:00 Coffee Break
- 11:30 **Modelling the U.S. Economy**
Michael Kiley, Federal Reserve Board of Governors
- 12:15 **Modelling the Euro Area Economy**
Günter Coenen, European Central Bank
- 12:45 General Discussion
- 13:00 Luncheon
- 14:00 **Specifying Priors for Bayesian Estimation**
Marco Del Negro, Federal Reserve Bank of Atlanta
- 14:45 **Identification Issues in Estimating DSGE Models**
Luca Sala, Bocconi University
- 15:30 **Estimating Open-Economy DSGE Models**
Andrea Gerali and Massimiliano Pisani, Banca d'Italia
- 15:50 General Discussion
- 16:15 Coffee Break

- 16:30 **Forecasting Experience with the Aino Model**
Juha Kilponen and Anti Ripatti, Bank of Finland
- 17:00 **Modelling the Japanese Economy**
Ippei Fujiwara, Bank of Japan
- 17:30 General Discussion
- 17:50 Adjournment
- Return to the hotel (by bus)
- 18:00 Departure to the Villa of the Bank by bus
- Dinner at the Villa
- ~ 22:00 Departure from the Villa by bus
(Return to the hotel ~ 22:30)

Wednesday, 7 June

- 9:00 **DYNARE Software for Solving and Estimating DSGE Models**
Michel Juillard, CEPREMAP
- 10:00 **Higher-Order Analysis of Optimal Policy and Welfare**
Ondrej Kamenik, Czech National Bank
- 10:30 Coffee Break
- 11:00 **Optimal Monetary Policy in DSGE Models**
Tommaso Monacelli, Bocconi University
- 11:45 **Strategic Complementarities and Optimal Monetary Policy**
Andrew Levin, Federal Reserve Board
David Lopez-Salido, Bank of Spain
- 12:30 General Discussion
- 13:00 Closing Luncheon