

FISCAL POLICY AND SOVEREIGN DEBT

June 5-6 | Santiago, Chile

AGENDA

THURSDAY, June 5, 2025, | Universidad de Chile Room P308

9:00–9:10 am

OPENING REMARKS

Era Dabla-Norris (Fiscal Affairs Department, IMF) and Enrique Manzur (Associate Dean, School of Economics and Business, University of Chile)

SESSION I: FISCAL DOMINANCE AND FINANCIAL REPRESSION

Moderator: Eric Parrado (Inter-American Development Bank)

9:10–10:30 am

Accounting for Credibility: Monetary-Fiscal Interactions and the Credibility of Central Bank Mandates

Luigi Bocola (Stanford University), Alessandro Dovis (University of Pennsylvania), Gaston Chaumont (University of Rochester), and Rishabh Kirpalani (University of Wisconsin-Madison)

Discussant: Francisco Roch (Universidad Torcuato Di Tella)

From Fiscal Deadlock to Financial Repression: Anatomy of a Fall

Olivier Jeanne (Johns Hopkins University)

Discussant: Rishabh Kirpalani (University of Wisconsin-Madison)

10:30–11:10 am

COFFEE

SESSION II: FISCAL DESIGN: EFFICIENCY AND EQUITY

Moderator: Era Dabla-Norris (Fiscal Affairs Department, IMF)

11:00 am–12:20 pm

Capital Reallocation and Private Firm Dynamics

Anmol Bhandari (University of Minnesota), Paolo Martellini (NYU Stern), Ellen McGrattan (University of Minnesota)

Discussant: Humberto Martinez (University of Chile)

Welfare Multipliers

Mehdi Bartal (Mohammed VI Polytechnic University), Yvan Becard (PUC Rio)

Discussant: Caio Machado (PUC Chile)

12:20–2:00 pm

LUNCH

SESSION III: SOVEREIGN BORROWING AND DEFAULT RISK

Moderator: Pablo García (Universidad Adolfo Ibáñez)

2:00–3:20 pm

The Perils of Bilateral Sovereign Debt

Francisco Roldan (IMF)

Discussant: Eugenia Gonzalez-Aguado (Toulouse School of Economics)

Sovereign risk, firm financing and international trade

Eugenia Andreassen (University of Chile), David Kohn (Central Bank of Chile), Guido Sandleris (Universidad Torcuato Di Tella)

Discussant: Stelios Fourakis (Johns Hopkins University)

3:20–3:50 pm

COFFEE

THURSDAY, June 5, 2025, | **POLICY PANEL** | PWC Auditorium

Moderator: Vitor Gaspar (Director, Fiscal Affairs Department, IMF)

3:50–5:00 pm	Panelists: José De Gregorio (Dean, School of Economics and Business, University of Chile) Marcos Mendes (Associate Researcher in Public Policies, Insper) Jessica Roldán Peña (Director of Macroeconomic Studies, CAF) Rodrigo Valdés (Director, Western Hemisphere Department, IMF)
06:30–08:30 pm	CONFERENCE DINNER (by invitation only)

FRIDAY, June 6, 2025, | PUC – Pontificia Universidad Católica Room AE101

SESSION IV: FISCAL EXPECTATIONS AND ASSET PRICES

Moderator: Mariana García-Schmidt (Central Bank of Chile)

9:10–10:30 am	Expansionary Austerity Miguel Bandeira (Insper), Marco Bonomo (Insper), Carlos Carvalho (PUC-Rio), and Marcos Mendes (Insper) Discussant: Oscar Valencia (IDB)
	Learning about Convenience Yield from Holdings Felix Corell (VU University Amsterdam), Lira Mota (MIT), Melina Papoutsis (ECB) Discussant: Marcio Garcia (PUC Rio)
10:30–11:00 am	COFFEE

SESSION V: SOVEREIGN BOND MARKETS

Moderator: Alejandro Vicondoa (Pontifical Catholic University of Chile)

11:00–12:20 pm	Treasury Supply Shocks: Propagation through Debt Expansion and Maturity Extension Huixin Bi (Federal Reserve Bank of Kansas City), Maxime Phillot (Swiss National Bank), Sarah Zubairy (Texas A&M University) Discussant: Andy Neumeyer (Universidad Torcuato Di Tella)
	Can U.S. Treasury Markets Add and Subtract? Roberto Gomez Cram (London Business School), Howard Kung (London Business School), Hanno Lustig (Stanford University) Discussant: Sarah Zubairy (Texas A&M University)
12:20–12:30 pm	Concluding Remarks José Miguel Sánchez (Dean, Faculty of Economics and Administration, Pontifical Catholic University of Chile) and Eric Parrado (Inter-American Development Bank)

Conference Organizers: Era Dabla-Norris, Alexandra Solovyeva (International Monetary Fund), Joao Ayres (Inter-American Development Bank), Eugenia Andreasen (University of Chile), and Alejandro Vicondoa (Pontifical Catholic University of Chile).