

## GAUTI B. EGGERTSSON

Macroeconomic & Monetary Studies Function  
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### EDUCATION:

2004            PhD, Economics, Princeton University  
1997            BS, Economics, University of Iceland

### FIELDS OF INTEREST

Macroeconomics, Monetary Economics, International Finance, Economic History.

### CURRENT EMPLOYMENT

Research Department, Federal Reserve Bank of NY, (2004-present).  
Visiting Lecturer, Department of Economics, Yale University, spring 2012 (teach a 1<sup>st</sup> year core course in macroeconomics for Ph.D. students).

### ARTICLES

"The Zero Interest-Rate Bound and Optimal Monetary Policy," with Michael Woodford, *Brookings Papers on Economic Activity*, 2003:1.  
"Policy Options in a Liquidity trap," with Michael Woodford, *American Economic Review, P&P*, 2004: 94(2).  
"Optimal Monetary and Fiscal Policy in a Liquidity Trap," with Michael Woodford, *NBER International Seminar on Macroeconomics 2004*.  
"The Deflation Bias and Committing to being Irresponsible," *Journal of Money, Credit and Banking*, 36 (2), 2006.  
"The Mistake of 1937: A General Equilibrium Analysis," with Benjamin Pugsley, *Monetary and Economic Studies*, 24(S-1), December 2006 [Special issue with the proceedings of the Bank of Japan Annual Conference 2006].  
"Great Expectations and the End of the Depression," *American Economic Review*, 2008: 90(4).  
"A Political Agency Theory of Central Bank Independence," *Journal of Money, Credit and Banking*, Vol. 42, No. 4, June 2010.  
"What Fiscal Policy is Effective at Zero Interest Rates?" *NBER Macroeconomic Annual 2010*.  
"Fiscal Multipliers and Policy Coordination" in J. Gali, editor, *Fiscal Policy and Macroeconomic Performance*, Santiago: Central Bank of Chile, October 2010  
"Was the New Deal Contractionary?" *American Economic Review*, forthcoming.  
"Debt, Deleveraging, and the Liquidity Trap: A Fisher-Minsky-Koo approach", with Paul Krugman, *Quarterly Journal of Economics*, forthcoming.

### COMMENTARIES

"The Liquidity Trap," *the New Palgrave Dictionary in Economics*, 2<sup>nd</sup> edition.  
"Comment on Macroeconomic Policy in the European Monetary Union," *NBER International Seminar on Macroeconomics 2004*.  
"Comment on Monetary and Fiscal Policy in a Low Inflation Economy with Learning," *Bank of Korea Annual Conference Volume*, 2006.

A Reply to Steven Horwitz Commentary on “Great Expectations and the End of the Depression,” *Economic Journal Watch*, September, 2010.

“Commentary on Price-Level Targeting and Stabilization Policy by A. Berentsen and C. Waller,” *Journal of Money Credit and Banking*, October 2011, vol 43., p. 581-588.

“Commentary on Optimal Stabilization Policy by G. Mankiw and M. Winzierl,” *Brookings Papers on Economic Activity*, spring 2011.

“Commentary on How Flexible Can Inflation Targeting be and Still Work? by Kenneth N. Kuttner and Adam S Posen”, *International Journal of Central Banking*, forthcoming

### **COMPLETED UPUBLISHED WORK**

“Deficits, Public Debt Dynamics and Tax and Spending Multipliers,” with Matthew Denes and Sophia Gilbukh, *mimeo*, Federal Reserve Bank of New York, January 2012.

“Is Increased Price Flexibility Stabilizing (Redux)?” With Saroj Bhattarai and Raphael Schoenle, *Federal Reserve Bank of New York Staff Report*, No. 540, January, 2012 “

The Great Escape? A Quantitative Evaluation of the Fed's Liquidity Facilities,” with Marco Del Negro, Andrea Ferrero, and Nobuhiro Kiyotaki, *Federal Reserve Bank of New York Staff Report*, No. 520, October, 2011.

“The Paradox of Toil,” *Federal Reserve Bank of New York Staff Report*, No. 433, February, 2010.

“A Bayesian Approach to Estimating Tax and Spending Multipliers,” with Matthew Denes, *Federal Reserve Bank of New York Staff Report*, No. 403, November 2009.

“Optimal Time-Consistent Monetary Policy in the New Keynesian Model with Repeated Simultaneous Play,” with Eric T. Swanson, *mimeo*, Federal Reserve Bank of New York, 2008.

“Does Excess Liquidity Pose a Threat in Japan? “ with Jonathan Ostry, *IMF Policy Discussion Paper PDP/05/5*, April 2005.

How to Fight Deflation at Zero Nominal Interest Rates: Committing to Being Irresponsible, *IMF Working Paper WP/03/64*, May 2003

Real Government Spending in a Liquidity Trap , *mimeo*, Princeton University, November 2001

### **IN PROGRESS**

“Dynamic balance sheet adjustment and the liquidity trap,” with Paul Krugman (Princeton).

“The Inflation Unemployment trade-off revisited”, with Marc Giannoni (NY Fed)

“A Simple Model of Quantitative Easing,” with Ricardo Gambirasia (Princeton).

“What Caused the Great Depression?” with Vasco Curdia (NY Fed).

### **PAST EMPLOYMENT**

Visiting Lecturer, Princeton Economics Department, 2009-2010 (on sabbatical from the NY Fed, taught a junior research seminar and advised seniors).

Visiting Lecturer, 2008 and 2009, Yale Economics Department, (taught International Finance for second year econ Ph.D. students).

Research Department and Asian Pacific Department, IMF (2002-2004).

Part and full time journalist at various Icelandic newspapers (1994-97)