

KIEL-CEPR CONFERENCE

Monetary Policy After the Inflation Surge – What Have We Learned?

DATE AND LOCATION

March 12–13, 2025
Berlin, German Insurance Association (GDV)
Leipziger Strasse 121

ORGANIZERS

Lena Dräger (Kiel Institute, Leibniz University Hannover & CESifo)
Moritz Schularick (Kiel Institute, Sciences Po and CEPR)

SUPPORT

German Insurance Association GDV

WEDNESDAY MARCH 12, 2025

11:00-11:45

Doors open & registration

Lunch snack

11:45-11:50

OPENING

Welcome: Lena Dräger

11:50-12:50

KEYNOTE I

Some Practical Lessons from the Inflation Surge

Olivier Coibion (University of Texas at Austin)

Chair: Lena Dräger (Kiel Institute)

12:55-14:15

PARALLEL PAPER SESSION I

A

Trust in the Central Bank

Chair: Lorenzo Ranaldi (University of Bonn)

In the Fed we trust? Measuring trust in central banking and its effects on the macroeconomy

David Aikman (King's Business School, King's College London)

Francesca Monti (King's College London, CEPR)

Shunshun Zhang (King's Business School)

Discussant: **Giang Nghiem** (Leibniz University Hannover)

Perceived Political Bias of the Federal Reserve

Pei Kuang (University of Birmingham)

Michael Weber (University of Chicago, CEPR)

Shihan Xie (University of Illinois)

Discussant: **Nora Lamersdorf** (Goethe University Frankfurt)

B

Monetary Policy Rules

Chair: Johanna Krenz (University of Hamburg)

Inflation, Fiscal Rules and Cognitive Discounting

Roberto Billi (Sveriges Riksbank)

Carl E. Walsh (University of California, Santa Cruz)

Discussant: **Enisse Kharroubi** (BIS)

Market Perceptions, Monetary Policy, and Credibility

Vincenzo Cuciniello (Bank of Italy)

Discussant: **Lena Tonzer** (IWH Halle, University of Magdeburg)

14:15-14:35

Coffee break

14:35-15:55

PARALLEL PAPER SESSION II

A

Optimal Monetary Policy

Chair: Jonathan Federle (Kiel Institute)

Profits, Inflation and Monetary Policy

Enisse Kharroubi (BIS)

Frank Smets (BIS, CEPR)

Discussant: **Johanna Krenz** (University of Hamburg)

B

Formation of Inflation Expectations

Chair: Paulina Kintzinger (Kiel Institute)

Consumer Belief Formation in Uncertain Times

Luca Gemmi (University of Bologna)

Roxana Mihet (University of Lausanne, CEPR)

Discussant: **Xuguang Simon Sheng** (American University)

Monetary Policy and Inflation Scares

Mathias Trabandt (Goethe University Frankfurt, CEPR)

Christopher Erceg (IMF, CEPR)

Jesper Lindé (IMF, CEPR)

Discussant: **Guido Traficante** (Università Europea Di Roma)

Fueling Expectations: The Causal Impact of Gas Prices on Inflation Expectations

Yoon Jo (Texas A&M University)

Discussant: **Michael Dobrew** (ECB)

15:55-16:15

Coffee break

16:15-18:15

PARALLEL PAPER SESSION III

A

Monetary Policy in an Interconnected World

Chair: Lena Dräger (Kiel Institute)

Heaven or Earth? The Evolving Role of Global and Domestic Shocks for Monetary Policy

Kristin Forbes (MIT Sloan, NBER, CEPR)

Jongrim Ha (World Bank)

M. Ayhan Kose (World Bank, Brookings, CEPR)

Discussant: **Silvia Miranda-Agrippino** (Federal Reserve Bank of New York, CEPR)

The International Transmission of Chinese Monetary Policy and the Commodity Channel

Andrea Gazzani (Bank of Italy)

Fabrizio Ferriani (Bank of Italy)

Discussant: **Esteban Verdugo** (University of Michigan)

B

Inflation Expectations, Firms and the Labor Market

Chair: Jonas Zdrzalek (Kiel Institute)

Unit Cost Expectations: Firms' Perspectives on Inflation

Xuguang Simon Sheng (American University)

Brent Meyer (Federal Reserve Bank of Atlanta)

Discussant: **Pei Kuang** (University of Birmingham)

The Pass-Through of Inflation Expectations into Prices and Wages: Evidence from an RCT Survey

Michael Lamla (University of Duisburg-Essen)

Klaus Abberger (KOF, ETH Zurich)

Anne Kathrin Funk (Swiss National Bank)

Sarah M. Lein (University of Basel, CEPR)

Stefanie Siegrist (ETH Zurich)

Discussant: **Olga Goldfayn-Frank** (Deutsche Bundesbank)

**The Ins & Outs of Chinese Monetary Policy
Transmission**

Silvia Miranda-Agrippino (Federal Reserve
Bank of New York, CEPR)
Tsvetelina Nenova (London Business School, BIS)
Helene Rey (London Business School, NBER, CEPR)

Discussant: **David Aikman** (King's Business
School, King's College London)

**Inflation expectations and wage bargaining.
Do women ask differently?**

Lovisa Reiche (University of Oxford)

Discussant: **Britta Gehrke** (FU Berlin)

19:00

CONFERENCE DINNER (by invitation only)

THURSDAY MARCH 13, 2025

09:20-10:00

Doors open & registration

10:00-11:00

POLICY PANEL

Monetary Policy & Geopolitics: The Road Ahead

Kristin Forbes (Professor, Global Economics and Management,
MIT Sloan School of Management)

Fritzi Köhler-Geib (Member of the Executive Board, Bundesbank)

Olli Rehn (Governor, Bank of Finland)

Moderator: Martin Sandbu (Financial Times)

11:00-11:45

POSTER SESSION

& coffee break

Poster presentations by:

Matthias Hansel (Stockholm School of Economics)

Lea Havemeister (University of Cambridge)

Giang Nghiem (Leibniz University of Hannover)

Lorenzo Ranaldi (University of Bonn)

Le Nga Tran (Kiel Institute)

Esteban Verdugo (Pedrero University of Michigan)

11:45-13:05

PARALLEL PAPER SESSION IV

A

Monetary Policy, Inflation, and Household Finance

Chair: Paulina Kintzinger (Kiel Institute)

Households' Response to the Wealth Effects of Inflation

Philip Schnorpfel (Goethe University Frankfurt)

Andreas Hackethal (Goethe University Frankfurt)

Michael Weber (University of Chicago, CEPR)

Discussant: Gisle Natvik (Norges Bank)

B

Political Economy of Inflation

Chair: Jonas Zdrzalek (Kiel Institute)

Inflation Surprises and Election Outcomes

Jonathan Federle (Kiel Institute for the World Economy)

Cathrin Mohr (University of Bonn)

Moritz Schularick (Kiel Institute, Sciences Po and CEPR)

Discussant: Lovisa Reiche (Oxford University)

Subjective Models of the Macroeconomy and the Transmission of Monetary Policy

Geoff Kenny (ECB)
 Francesco D’Acunto (Georgetown University, CEPR)
 Dimitris Georgarakos (ECB, CEPR)
 Michael Weber (University of Chicago, CEPR)
Discussant: Luca Gemmi (University of Bologna)

Populism, Institutional Trust, and Monetary Policy: A Firm-Level Analysis

Nora Lamersdorf (Goethe University Frankfurt)
Discussant: Melina Ludolph (IWH Halle, University of Magdeburg)

13:05-14:05

Lunch break

14:05-15:05

KEYNOTE II

The Nonlinear Wage Phillips Curve

Stephanie Schmitt-Grohé (Columbia University and CEPR)

Chair: Moritz Schularick (Kiel Institute)

15:05-16:25

PARALLEL PAPER SESSION V

**A
Central Bank Communication**

Chair: Johanna Krenz (University of Hamburg)

Reputation for Confidence

Laura Gáti (ECB, CEPR)
 Amy Handlan (Brown University)
Discussant: Stephanie Ettmeier (University of Bonn)

Credibility Gains from Central Bank Communication with the Public

Michael Ehrmann (ECB, CEPR)
 Dimitris Georgarakos (ECB, CEPR)
 Geoff Kenny (ECB, CEPR)
Discussant: Winnie Coleman (FU Berlin)

**B
Monetary Policy and Energy Prices**

Chair: Lorenzo Ranaldi (University of Bonn)

Energy price shocks, monetary policy and inequality

Michael Dobrew (ECB)
 Alina-Gabriela Bobasu (ECB)
 Amalia Repele (Bocconi University)
Discussant: Alexander Kriwoluzky (DIW Berlin)

Friend, not foe - Energy prices and European monetary policy

Ben Schumann (DIW Berlin)
Gökhan Ider (DIW Berlin)
 Alexander Kriwoluzky (DIW Berlin)
 Frederik Kurcz (DIW Berlin)
Discussant: Yoon Jo (Texas A&M University)

16:25-16:45

Coffee break

16:45-18:05

PARALLEL PAPER SESSION VI

A

Monetary Policy and Investment

Chair: Lena Dräger (Kiel Institute)

The impact of interest: Firm' investment sensitivity to interest rates

Benjamin Born (Frankfurt School of Finance & Management, CEPR)

Lea Best (ifo)

Manuel Menkhoff (ifo)

Discussant: **Philip Schnorpfeil** (Goethe University Frankfurt)

Beyond the Short Run: Monetary Policy and Innovation Investment

Olga Goldfayn-Frank (Deutsche Bundesbank)

Michaela Elfsbacka-Schmoeller (Bank of Finland, ECB)

Tobias Schmidt (Deutsche Bundesbank)

Discussant: **Iryna Stewen** (University of Hamburg, CEPR)

B

Distributional Effects of Inflation

Chair: Jonathan Federle (Kiel Institute)

Nominal Maturity Mismatch and the Liquidity Cost of Inflation

Yu-Ting Chiang (Federal Reserve Bank of St. Louis)

Ezra Karger (Federal Reserve Bank of Chicago)

Discussant: **Steffen Zetzmann** (University of Mannheim, Kiel Institute)

The Inflation Tilt Effect

Gisle Natvik (Norges Bank)

Sigmund Ellingsrud (BI Norwegian Business School)

Karin Kinnerud (BI Norwegian Business School)

Discussant: **Chi Hyun Kim** (University of Bonn)

18:05-18:10

CLOSING

Closing: Lena Dräger

19:00

INFORMAL DINNER (by invitation only)