

# Learning from the Great Recession: Failures and New Directions in Economic Theory and Policy

XIII Urrutia Elejalde Summer School

San Sebastián, 14-16 July 2010

Coordinator: Juan J. Dolado (UC3M)

## 1. Aims and scope:

The 13th edition of the Urrutia Elejalde Summer School focuses on the debate about the main failures leading to the ongoing Great Recession, as well as on the lessons to be drawn in order to design potential improvements in the working of market economies in the future. In particular, the school aims to discuss failures and new directions related to the working of financial markets, coordination, regulation, mechanism design, pay incentives, public policies, the role of education and labor market regulations, response of policy makers to the crisis, and the state of macroeconomics (with specific reference to equilibrium/disequilibrium, flexible/ rigid adjustment and individualistic/holistic behaviour).

## July 14

- 10 :00 h.      *Opening Remarks*  
JUAN J. DOLADO  
(Universidad Carlos III)
- 10:30 h.      *The ideological foundation of the financial crisis*  
JOHN ROEMER  
(Yale University)
- 11:30 h.              Coffee Break
- 12:00 h      *Intellectual influence, the formation of beliefs, and the macroeconomy*  
GILLES SAINT-PAUL  
(Université de Toulouse).
- 13:00 h              *Lunch*
- 14:30 h      *An Austrian-Swedish Framework for Monetary Policy Analysis*  
MICHELE BOLDRIN  
(University Washington in Saint Louis).
- 15:30 h              *Coffee Break*

14:30 h      *Macroeconomics after the Financial Crisis*  
JAVIER DÍAZ-GIMÉNEZ  
(IESE)

### **July 15**

9:30 h      *Externalities in financial contracting*  
JOSEPH M. OSTROY  
(UCLA)

10 :30 h      *Monetary policy and Stock markets*  
MANUEL SANTOS  
(University of Miami)

11:30 h      *Coffee Break*

12:00 h      *Moral Hazard and Debt Maturity*  
RAFAEL REPULLO  
(CEMFI)

13:00 h      *Lunch*

14:30 h      *Default rates, bank capital and credit crunches*  
JAVIER SUÁREZ  
(CEMFI)

15:30 h      *Liquidity constraints and team management*  
JUAN D. MORENO-TERNERO  
(Universidad Pablo de Olavide)

### **July 16**

9:30 h      *Household labor supply responses to the crisis*  
JUAN C. CONESA OR  
(Universidad Autónoma de Barcelona)  
NEZIH GUNER  
(Universidad Autónoma de Barcelona)

10:30 h      *How the housing bubble deflated the productive advantages of cities*  
DIEGO PUGA  
(IMDEA)

11:30 h      *Coffee Break*

- 12:00 h      *Incentives, resources and the organization of the school system*  
Antonio Cabrales  
(Universidad Carlos III, Madrid)
- 13:00 h              *Lunch*
- 14:30 h      *The Great Recession and the Labor Market*  
SAMUEL BENTOLILA  
(CEMFI)
- 15:30 h      *The Economic Crisis is a Crisis for Economic Theory*  
ALAN KIRMAN  
(GREQAM, Université de Marseille).
- 21:00 h              *Farewell dinner for all participants*