

Course on
“Sound Fiscal Institutions: The Basis for Stability, Growth and Prosperity”

February 13-24, 2017

Reading List

L-1 Trends in Fiscal Institutions

Cangiano, Marco, Teresa Curristine, and Michel Lazare (Eds.), 2013, “Public Financial Management and Its Emerging Architecture,” (Washington: International Monetary Fund). (for this session especially chapter 1)

<http://www.youtube.com/watch?v=152OWjo00Zc&feature=youtu.be>

Calmfors, Lars and Simon Wren-Lewis, 2011, “What Should Fiscal Councils Do?” Department of Economics Discussion Paper Series, No. 537, University of Oxford (February) http://www.economics.ox.ac.uk/materials/working_papers/paper537.pdf

Irwin, Timothy, 2012, “Accounting Devices and Fiscal Illusions,” IMF Staff Discussion Note SDN/12/02 (Washington: International Monetary Fund).

<http://www.imf.org/external/pubs/ft/sdn/2012/sdn1202.pdf>

Leeper, Eric M., 2009, “Anchoring Fiscal Expectations,” Reserve Bank of New Zealand Bulletin, Vol. 72, No. 3, pp. 17-42

http://rbnz.govt.nz/research_and_publications/reserve_bank_bulletin/2009/2009sep72_3leeper.pdf

Wren-Lewis, Simon, 2011, “Comparing the Delegation of Monetary and Fiscal Policy,” Department of Economics Discussion Paper Series, No. 540, University of Oxford (March) http://www.economics.ox.ac.uk/materials/working_papers/paper540.pdf

Wyplosz, Charles, 2012, “Fiscal Rules: Theoretical Issues and Historical Experience,” NBER working paper 17884

http://graduateinstitute.ch/files/live/sites/iheid/files/sites/international_economics/hared/international_economics/prof%20websites/wyplosz/Papers/Fiscal%20rules%20NBER%202012.pdf

Wyplosz, Charles, 2011, “Fiscal Discipline: Rules Rather Than Institutions,” National Institute Economic Review, No. 217, July

http://graduateinstitute.ch/files/live/sites/iheid/files/sites/international_economics/hared/international_economics/prof%20websites/wyplosz/Papers/rules_institutions%20niesr%202011.pdf

L-2 Debt Sustainability

International Monetary Fund, 2013, “Staff Guidance Note for Public Debt Sustainability Analysis in Market-Access Countries, IMF Policy Paper, May (Washington: International Monetary Fund). <http://www.imf.org/external/np/pp/eng/2013/050913.pdf>

International Monetary Fund, 2012, “Taking Stock: A Progress Report on Fiscal Adjustment,” IMF Fiscal Monitor, October, pp. 7-24 (Washington: International Monetary

- Fund). <http://www.imf.org/external/pubs/ft/fm/2012/02/fmindex.htm>
- L-3 Public Debt in the EU**
- European Commission, DG for Economic and Financial Affairs, “Debt Sustainability Monitor 2016”, European Economy Institutional Paper 47, January 2017, http://ec.europa.eu/economy_finance/publications/eeip/pdf/ip047_en.pdf
- European Stability Mechanism, “About us”, <https://www.esm.europa.eu/about-us>
- European Commission, DG for Economic and Financial Affairs, “The EU as a Borrower”, http://ec.europa.eu/economy_finance/eu_borrower/index_en.htm
- O-1 Calculating Structural Balances**
- Bornhorst Fabian, Gabriela Dobrescu, Annalisa Fedelino, Jan Gottschalk, and Taisuke Nakata, 2012, “When and How to Adjust Beyond the Business Cycle? A Guide to Structural Fiscal Balances”, IMF Technical Note. (Washington: International Monetary Fund). <http://www.imf.org/external/pubs/ft/tnm/2011/tnm1102.pdf>
- Bouthevillain, Carine, Philippine Cour-Thimann, Gerrit van de Dool, Pablo Hernández de Cos, Geert Langenus, Matthias Mohr, Sandro Momigliano and Mika Tujula, 2001, “Cyclically adjusted budget balances: an alternative approach,” ECB Working Paper, 77, September <http://www.ecb.int/pub/pdf/scpwps/ecbwp077.pdf>
- Girouard, Nathalie, and Christophe André, 2005, “Measuring Cyclically-Adjusted Budget Balances for OECD Countries,” OECD Working Paper No. 434 [http://search.oecd.org/officialdocuments/displaydocumentpdf/?doclanguage=en&cote=ECO/WKP\(2005\)21](http://search.oecd.org/officialdocuments/displaydocumentpdf/?doclanguage=en&cote=ECO/WKP(2005)21)
- L-4 and L-6 Fiscal Rules**
- International Monetary Fund, 2012, “Fiscal Rules in Response to the Crisis—Toward the “Next-Generation” Rules. A New Dataset” (Washington: International Monetary Fund). <http://www.imf.org/external/pubs/ft/wp/2012/wp12187.pdf>
- International Monetary Fund, 2009, “Fiscal Rules—Anchoring Expectations for Sustainable Public Finances” (Washington: International Monetary Fund). <http://www.imf.org/external/np/pp/eng/2009/121609.pdf>
- Kopits, George, 2001, “Fiscal Rules: Useful Policy Framework or Unnecessary Ornament?” IMF Working Paper 01/145 (Washington: International Monetary Fund). <http://www.imf.org/external/pubs/ft/wp/2001/wp01145.pdf>
- van Eden, Holger, Pokar Khemani, and Dick Emery, 2013, “Developing Legal Frameworks To Promote Fiscal Responsibility—Design Matters,” Chapter 2 in Cangiano et al., 2013.
- Budina, Nina, Tidiane Kinda, Andrea Schaechter, and Anke Weber, 2013, “Numerical Fiscal Rules: International Trends,” Chapter 3 in Cangiano et al., 2013.
- Kumar, Manmohan S. and Teresa Ter-Minassian (eds), 2007, “Promoting Fiscal Discipline,” (Washington: International Monetary Fund)
- L-5 and L-7 Medium-Term Budget Frameworks**
- Harris, Jason, Richard Hughes, Gösta Ljungman, and Carla Sateriale, 2013, “Medium-Term Budget Frameworks In Advanced Countries: Objectives, Design, And Performance,” Chapter 4 in Cangiano et al., 2013.
- Ljungman, Gösta, 2009, “Top-Down Budgeting—An Instrument to Strengthen Budget Management,” IMF Working Paper 09/243 (Washington: International Monetary Fund). <http://www.imf.org/external/pubs/ft/wp/2009/wp09243.pdf>
- Ljungman, Gösta. 2008, “Expenditure Ceilings—A Survey,” IMF Working Paper 08/282 (Washington: International Monetary Fund). <http://www.imf.org/external/pubs/ft/wp/2008/wp08282.pdf>

L-8 Public Investment Spending

Fainboim, Israel, Duncan Last and Eivind Tandberg, 2013, “Managing Public Investment” Chapter 10 in Cangiano et al., 2013.

Rajaram, Anand, Tuan Minh Le, Nataliya Biletska, Jim Brumby, 2010, “A Diagnostic Framework for Assessing Public Investment Management”, WB Policy Research Working Paper 5397.

Jacobs, Davina, 2008, “A Review of Capital Budgeting Practices”, IMF Working Paper 08/160 (Washington: International Monetary Fund)
<http://www.imf.org/external/pubs/ft/wp/2008/wp08160.pdf>

L-9 Fiscal Transparency and Fiscal Risk

IMF (2016): Analyzing and Managing Fiscal Risks - Best Practices
<https://www.imf.org/external/np/pp/eng/2016/050416.pdf>

International Monetary Fund, 2012, “Fiscal Transparency, Accountability, and Risk,” IMF Policy Paper, August, (Washington: International Monetary Fund).
<http://www.imf.org/external/np/pp/eng/2012/080712.pdf>

International Monetary Fund, 2014, “Update on the Fiscal Transparency Initiative,” IMF Policy Paper, June, (Washington: International Monetary Fund).
<http://www.imf.org/external/pp/longres.aspx?id=4888>

IMF Fiscal Transparency Code: <http://blog-pfm.imf.org/files/ft-code.pdf>

Budina, Nina, and Murray Petrie, 2013, “Managing And Controlling Fiscal Risks,” Chapter 5 in Cangiano et al., 2013.

International Monetary Fund, 2009, “Disclosing Fiscal Risks in the Post-Crisis World,” IMF Staff Position Note, SPN/09/18 (Washington: International Monetary Fund).
<http://www.imf.org/external/pubs/ft/spn/2009/spn0918.pdf>

Published Fiscal Transparency Evaluations (FTEs):

Fiscal Transparency Evaluation in Ireland
<http://www.imf.org/external/pubs/ft/scr/2013/cr13209.pdf>

Fiscal Transparency Evaluation in Russia
<http://www.imf.org/external/pubs/ft/scr/2014/cr14134.pdf>

Fiscal Transparency Evaluation in Costa Rica
<http://www.imf.org/external/pubs/ft/scr/2013/cr13316.pdf>

Fiscal Transparency Evaluation in Bolivia
<http://www.imf.org/external/pubs/ft/scr/2014/cr1477.pdf>

L-10 Fiscal Councils

Debrun, Xavier, Marc Gérard, and Jason Harris, 2011, “Fiscal Policies in Crisis Mode: Has the Time for Fiscal Councils Come at Last?” Paper presented at the European Commission Directorate-General for Economic and Financial Affairs Workshop on Fiscal Policies during the Crisis, Brussels, November.
<http://www.oecd.org/gov/budgeting/49777890.pdf>

Hemming, Richard, and Philip Joyce, 2013, “The Role Of Fiscal Councils In Promoting Fiscal Responsibility” Chapter 6 in Cangiano et al., 2013.

Kopits, George, 2011, “Independent Fiscal Institutions: Developing Good Practices,” *OECD Journal on Budgeting*, Vol. 11 (3), pp. 1-18.
<http://www.oecd.org/gov/budgeting/Independent%20Fiscal%20Institutions.pdf>

Calmfors, Lars and Simon Wren-Lewis, 2011, “What Should Fiscal Councils Do?” Department of Economics Discussion Paper Series, University of Oxford, No. 537,

- February. http://www.economics.ox.ac.uk/materials/working_papers/paper537.pdf
- L-11 Fiscal Institutions in Resource-Rich Countries**
- International Monetary Fund, 2012, “Macroeconomic Policy Frameworks for Resource-Rich Developing Countries,” IMF Policy Paper, August (Washington: International Monetary Fund). <http://www.imf.org/external/np/pp/eng/2012/082412.pdf>
- International Monetary Fund, 2015, “The Commodities Roller Coaster: A Fiscal Framework for Uncertain Times,” IMF Fiscal Monitor, October (Washington: International Monetary Fund). <http://www.imf.org/external/pubs/ft/fm/2015/02/pdf/fm1502.pdf>
- Sanchez, Teresa Daban, and Jean-Luc Helis, 2013, “Public Financial Management in Natural Resource-Rich Countries,” Chapter 13 in Cangiano et al., 2013.
- Sharma, Natasha, and Tove Strauss, 2013, “Special Fiscal Institutions for Resource-Rich Developing Countries: The State of the Debate and Implications for Policy and Practice,” ODI Research Report, May 2013. <http://www.odi.org.uk/sites/odi.org.uk/files/odi-assets/publications-opinion-files/8393.pdf>
- L-12 Fiscal Accounting and Reporting**
- Eurostat Manual on Government Deficit and Debt
<http://ec.europa.eu/eurostat/web/products-manuals-and-guidelines/-/KS-GQ-14-010>
- ECB Government Finance Statistics Guide - August 2014
<http://www.ecb.europa.eu/pub/pdf/other/governmentfinancesstatisticsguide201408en.pdf>
- ECB Fiscal Dashboard <http://www.ecb.europa.eu/stats/gov/html/dashboard.en.html>
- IMF Government Finance Statistics Manuals and Guides
<http://www.imf.org/external/pubs/ft/gfs/manual/gfs.htm>
- L-13 Fiscal Institutions Reforms in Austria**
- EU Stability and Convergence Programmes (or updates) and National Reform Programmes 2016 (incl. Austria)
http://ec.europa.eu/europe2020/making-it-happen/country-specific-recommendations/index_en.htm
- Oesterreichische Nationalbank, 2011, “EU Governance Reformed,” *Quarterly Review of Economic Policy*, Q4/11. http://www.oenb.at/en/img/mop_2011_q4_tcm16-245355.pdf
- Steger, Gerhard, 2010, “Austria’s Budget Reform: How to Create Consensus for a Decisive Change of Fiscal Rules,” *OECD Journal on Budgeting*, Volume 2010/1
<http://www.oecd.org/austria/48168584.pdf>
- L-14 Issues in Revenue Administration**
- Schellekens, Marnix (Editor), 2015, “European Tax Handbook 2015,” International Bureau of Fiscal Documentation. Amsterdam. pp. 73-95.
- Buettner, Thiess and Bjoern Kauder, 2010, “Revenue Forecasting Practices: Differences across Countries and Consequences for Forecasting Performance,” *Fiscal Studies*, Vol.31, pp. 313-340.
- L-15 EU Fiscal Architecture**
- European Commission, 2012, “Six-pack? Two-pack? Fiscal compact? A short guide to the new EU fiscal governance.”
http://ec.europa.eu/economy_finance/articles/governance/2012-03-14_six_pack_en.htm
- L-16 Fiscal projections in a Eurosystem central bank: The case of Austria**
- De Grauwe, Paul, 2011, “The Governance of a Fragile Eurozone,” Mimeo (sections 1-5 only). <http://www.econ.kuleuven.be/ew/academic/intecon/Degrauwe/PDG->

[papers/Discussion_papers/Governance-fragile-eurozone_s.pdf](#)

Prammer, Doris and Lukas Reiss, 2014, "Fiscal Projections by the Oesterreichische Nationalbank: Methods and Motives," Monetary Policy & the Economy, Oesterreichische Nationalbank (Austrian Central Bank), issue 2, pages 31-48.

http://www.oenb.at/dms/oenb/Publikationen/Volkswirtschaft/MOP-GEWI/2014/Monetary-Policy-and-the-Economy-Q2-14/chapters/mop_2_15_2/mop_2014_q2_analyse2.pdf

L-17 Fiscal Space and Structure of Fiscal Adjustment in Central, Eastern and Southeastern Europe (CESEE)

Darvas, Zsolt and Valentina Kostyleva, 2011, "The Fiscal and Monetary Institutions of CESEE Countries," Bruegel Working Paper 2011/02

<http://www.bruegel.org/download/parent/494-the-fiscal-and-monetary-institutions-of-cesee-countries/file/1402-the-fiscal-and-monetary-institutions-of-cesee-countries>

Eller, Markus and Jarmila Urvová, 2012, "How Sustainable Are Public Debt Levels in Emerging Europe? Evidence for Selected CE SEE Countries from a Stochastic Debt Sustainability Analysis," Oesterreichische Nationalbank, *Focus on European Economic Integration*, Q4/12, pp. 48-79.

http://www.oenb.at/dms/oenb/Publikationen/Volkswirtschaft/Focus-on-European-Economic-Integration/2012/Focus-on-European-Economic-Integration-Q4-12/chapters/feei_2012_q4_studies_eller_urvova_tcm16-251595.pdf

Nerlich, Carolin and Wolf-Heinrich Reuter (2013): "The Design of National Fiscal Frameworks and their Budgetary Impact", ECB Working Paper no. 1588, September 2013, <http://www.ecb.europa.eu/pub/pdf/scpwps/ecbwp1588.pdf>.

Oesterreichische Nationalbank, 2012, "Limited Fiscal Space in CESEE: Needs and Options for Post-Crisis Reform", Proceedings of Oesterreichische Nationalbank Workshops No. 17.

http://www.oenb.at/dms/oenb/Publikationen/Volkswirtschaft/Workshops/2012/Workshop-No.-17/fullversion/00_ws_band_17_internet_tcm16-245370.pdf

Other readings on fiscal issues

Balassone, Fabrizio and Maura Francese, 2004, "Cyclical Asymmetry in Fiscal Policy, Debt Accumulation and the Treaty of Maastricht," Banca d'Italia, Temi di discussione (Working Papers), 531, December

http://www.bancaditalia.it/pubblicazioni/econo/temidi/td04/td531_04/td531/tema_531.pdf

Balassone, Fabrizio and Daniele Franco, 2000, "Public Investment, the Stability Pact and the Golden Rule," *Fiscal Studies*, Vol. 21, No. 2, 207-229.

<http://www.ifs.org.uk/fs/articles/0023a.pdf>

Baunsgaard, Thomas, and Steven A. Symansky, 2009, "Automatic Fiscal Stabilizers," IMF Staff Position Note SPN/09/23, September (Washington: International Monetary Fund).

<http://www.imf.org/external/pubs/ft/spn/2009/spn0923.pdf>

Blanchard, Olivier, and Dan Leigh, 2013, "Growth Forecast Errors and Fiscal Multipliers," IMF Working Paper WP/13/1, January. <http://www.imf.org/external/pubs/ft/wp/2013/wp1301.pdf>

Checherita, Cristina, and Philipp Rother, 2010, "The Impact of Government Debt on Economic Growth: Endogenous Debt Thresholds for the Euro Area," ECB Working Paper No. 1237.

<http://www.ecb.eu/pub/pdf/scpwps/ecbwp1237.pdf>

Escolano, Julio, 2010, "A Practical Guide to Public Debt Dynamics, Fiscal Sustainability, and Cyclical Adjustment of Budgetary Aggregates," IMF Technical Notes and Manuals 10/02 (Washington: International Monetary Fund)

<http://www.imf.org/external/pubs/ft/tnm/2010/tnm1002.pdf>

European Commission, 2012, "2012 Report on Public Finances in EMU," *European Economy* 4,

July. http://ec.europa.eu/economy_finance/publications/european_economy/2012/public-finance-in-emu-2012_en.htm

European Commission, 2007, "Lessons from Successful Fiscal Consolidations," Public Finances in EMU 2007. http://ec.europa.eu/economy_finance/publications/publication338_en.pdf

Kopits, George, 2012, "Can Fiscal Sovereignty be Reconciled with Fiscal Discipline?" *Acta Oeconomica*, Vol. 26, No. 6, pp. 141-60.

Kumar, Manmohan S., and Jaejoon Woo, 2010, "Public Debt and Growth," IMF Working Paper 10/174 (Washington: International Monetary Fund).
<http://www.imf.org/external/pubs/ft/wp/2010/wp10174.pdf>

Hartwig Lojsch, Dagmar, Marta Rodriguez-Vives and Michal Slavik, 2011, "The size and composition of government debt in the euro area," ECB Occasional Paper No. 132, October.
<http://www.ecb.int/pub/pdf/scpops/ecbocp132.pdf>

Ostry, Jonathan D., Atish R. Ghosh, Jun I. Kim and Mahvash S. Qureshi, 2010, "Fiscal Space," IMF Staff Position Note SPN/10/11, September ((Washington: International Monetary Fund).
<http://www.imf.org/external/pubs/ft/spn/2010/spn1011.pdf>

Spilimbergo, Antonio, Steve Symansky, and Martin Schindler, 2009, "Fiscal Multipliers," IMF Staff Position Note SPN/09/11, May (Washington: International Monetary Fund).
<http://www.imf.org/external/pubs/ft/spn/2009/spn0911.pdf>