

Monetary Integration and DoUarization

No Panacea

Edited by
Matias Vernengo

Assistant Professor, University of Utah, Salt Lake City, USA

Edward Elgar
Cheltenham, UK • Northampton, MA, USA

Contents

<i>List of figures</i>	vn
<i>List of tables</i>	ix
<i>List of contributors</i>	xi
<i>Acknowledgment</i>	xii
<i>Foreword Luiz Carlos Bresser-Pereira</i>	xiii

Monetary arrangements in a globalizing world: an introduction
Matias Vernengo

PART 1 EUROPEAN MONETARY UNION

1. Reflections on the experience of the euro: lessons for the Americas 13
Philip Arestis and Malcolm Sawyer
2. European Experiences of currency boards: Estonia, Lithuania, Bulgaria and Bosnia and Herzegovina 28
Jean-Francois Ponsot
3. The Lessons of the European Monetary Union 61
Alain Parguez

PART 2 DOLLARIZATION IN NORTH AMERICA?

4. Does NAFTA move North America towards a common currency area? 79
William C. Gruben and Jahyeong Koo
5. Dollarization and illegal immigration: implications for NAFTA 93
Susan Pozo
6. Is the Canadian dollar destined to disappear? A critical perspective 109
Mario Seccareccia
7. Float, fix or join? The options for Canadian foreign exchange policy 132
Ronald G. Bodkin

PART 3 EMERGING MARKETS AND THE FINANCIAL ARCHITECTURE

- | | | |
|-----|--|-----|
| 8. | Can emerging markets float? Should they target inflation?
<i>Barry Eichengreen</i> | 149 |
| 9. | Integrating uneven partners: the destabilizing effects of financial liberalization and internationalization of Latin American economics
<i>Rogério Studart</i> | 176 |
| 10. | Exchange rate regimes and the need for elements for a new international financial architecture
<i>Stephany Griffith-Jones</i> | 198 |
| 11. | Capital flows to emerging markets under the flexible dollar standard: a critical view based on the Brazilian experience
<i>Carlos Medeiros and Franklin Serrano</i> | 218 |

PART 4 FINAL REFLECTION S

- | | | |
|-----|---|-----|
| 12. | From capital controls to dollarization: American hegemony and the US dollar
<i>Matias Vernengo</i> | 245 |
| 13. | A framework for analysing dollarization
<i>Paul Davidson</i> | 259 |
| 14. | Dollarization in Latin America: 2004 and beyond
<i>Kenneth P. Jameson</i> | 276 |
| 15. | Monetary integration and dollarization: what are the lessons?
<i>Alcino F. Camara Neto and Matias Vernengo</i> | 287 |
| | <i>Index</i> | 295 |