## Dynamic Policy Interactions in a Monetary Union



## **Contents in Brief**

Introduction		1
Part One.	Some Basic Models	1
Part Two.	Monetary Policy in Europe10	9
Part Three.	Fiscal Policy in Germany13	
Part Four.	First the Central Bank Decides,	
`	then the Governments Decide14	9
Part Five.	First the Governments Decide,	
	then the Central Bank Decides18	7
Part Six.	Central Bank and Governments Decide	
	Simultaneously and Independently:	
	Cold-Turkey Policies22	5
Part Seven.	Central Bank and Governments Decide	
	Simultaneously and Independently:	
	Gradualist Policies26	3
Part Eight.	Central Bank and Governments Cooperate27	5
Appendix	29	3
Conclusion.	29	5
Result	32	3
Symbols	32	9
The Current	Research Project33	1
Deferences	22	_

## **Contents**

Introduction			
_			
Part One. Some Basic Models11			
Chapter 1. First the Central Bank Decides,			
then the Government Decides			
Chapter 2. First the Government Decides,			
then the Central Bank Decides40			
Chapter 3. Central Bank and Government Decide			
Simultaneously and Independently:			
Cold-Turkey Policies67			
Chapter 4. Central Bank and Government Decide			
Simultaneously and Independently:			
Gradualist Policies94			
Chapter 5. Central Bank and Government Cooperate			
92			
Part Two. Monetary Policy in Europe109			
Chapter 1. Target System A111			
Chapter 2. Target System B			
Part Three. Fiscal Policy in Germany135			
Chapter 1. Target System A			
Chapter 2. Target System B			
Dest France Fig. 4.41 - Control Dest Deside			
Part Four. First the Central Bank Decides,			
then the Governments Decide149			
Chapter 1. Target System A			
Chapter 2. Target System B			
Chapter 3. Target System C			

Part Five. First the Governments Decide,			
then the Central Bank Decides	187		
Chapter 1. Target System A	189		
Chapter 2. Target System B	201		
Chapter 3. Target System C	213		
Part Six. Central Bank and Governments Decide			
Simultaneously and Independently:			
Cold-Turkey Policies	225		
Chapter 1. Target System A	227		
Chapter 2. Target System B			
Chapter 3. Target System C	250		
Part Seven. Central Bank and Governments Decide Simultaneously and Independently:			
Gradualist Policies	263		
Chapter 1. The Model	265		
Chapter 2. Some Numerical Examples	269		
Part Eight. Central Bank and Governments Cooperat	te 275		
Chapter 1. The Model			
Chapter 2. Some Numerical Examples			
Appendix	203		
Conclusion			
Result			
The Current Personal Project			
The Current Research Project			
References	335		