CHAPTER 18 Online

SELECTED BIBLIOGRAPHY

For a problem-solving approach to the topics covered in this chapter, see:

D. Salvatore, *Theory and Problems of International Economics*, 4th ed. (New York: McGraw-Hill, 1996), ch. 10.

The classics on the theory of economic policy in general and balance-of-payments adjustment policies in particular are:

- J. E. Meade, *The Theory of International Economic Policy*, Vol. I, *The Balance of Payments* (London: Oxford University Press, 1951), parts 3 and 4.
- Jan Tinbergen, On the Theory of Economic Policy (Amsterdam: North-Holland, 1952).
- T. Swan, "Longer-Run Problems of the Balance of Payments," in H. W. Arndt and W. M. Corden, eds., *The Australian Economy: A Volume of Readings* (Melbourne: Cheshire Press, 1955), pp. 384–395. Reprinted in R. E. Caves and H. G. Johnson, *Readings in International Economics* (Homewood, Ill.: Irwin, 1968), pp. 455–464.

The classics on internal and external balance in a world with money are:

- R. A. Mundell, "The Appropriate Use of Monetary and Fiscal Policy Under Fixed Exchange Rates," *International Monetary Fund Staff Papers*, March 1962, pp. 70–77. Reprinted in R. A. Mundell, *International Economics* (New York: Macmillan, 1968), pp. 233–239.
- R. A. Mundell, "Capital Mobility and Stabilization Policy under Fixed and Flexible Exchange Rates," *Canadian Journal of Economics and Political Science*, November 1963, pp. 475–485.
- M. J. Fleming, "Domestic Financial Policies Under Fixed and Under Floating Exchange Rates," *International Monetary Fund Staff Papers*, November 1962, pp. 369–379. Reprinted in R. N. Cooper, *International Finance* (Baltimore: Penguin, 1969), pp. 291–303.

For an evaluation and extension of the IS-LM-BP model, see:

- R. Mundell, *International Economics* (New York: Macmillan, 1968).
- R. Stern, *The Balance of Payments: Theory and Economic Policy* (Chicago: Aldine, 1973).
- M. Mussa, "Macroeconomic Interdependence and the Exchange Rate Regime," in R. Dornbusch and J. A. Frenkel, eds., *International Economic Policy* (Baltimore: Johns Hopkins University Press, 1979), pp. 160–204.
- R. C. Bryant, Money and Monetary Policy in Interdependent Nations (Washington, D.C.: Brookings Institution, 1980).
- P. B. Kenen, "Macroeconomic Theory and Policy: How the Closed Economy Was Opened," in R. W. Jones and P.B. Kenen, eds., *Handbook of International Economics*, Vol. II (Amsterdam: North-Holland, 1985), pp. 625–677.
- R. C. Marston, "Stabilization Policies in Open Economies," in R. W. Jones and P. B. Kenen, eds., *Handbook of International Economics*, Vol. II (Amsterdam: North-Holland, 1985), pp. 859–916.

۲

- J. A. Frenkel and A. Razin, "The Mundell–Fleming Model a Quarter Century Later," *IMF Staff Papers*, December 1987, pp. 567–620.
- R. Dornbusch, *Open Economy Macroeconomics* (New York: Academic Press, 1989).
- N. G. Mankiw, "Symposium on Keynesian Economics Today," Journal of Economic Perspectives, Winter 1993, pp. 3–4.
- M. Obstefeld, "International Macroeconomics: Beyond the Mundell-Fleming Model," *NBER Working Paper No. 8369*, July 2001.
- P. R. Lane, "The New Open Economy Macroeconomics," *Journal of International Economics*, August 2001, pp. 235–266.

The experience with fiscal, monetary, and exchange rate policies to achieve internal and external balance is examined in:

- M. Michaely, *The Responsiveness of Demand Policies to Balance of Payments: The Postwar Patterns* (New York: NBER, 1971).
- S. W. Black, "The Relationship Between Exchange Rate Policy and Monetary Policy in Ten Industrial Countries," in J. F. O. Bilson and R. C. Marston, eds., *Exchange Rate Theory and Practice* (Chicago: University of Chicago Press, 1984), pp. 499–515.
- L. O. Laney, "The Strong Dollar, the Current Account, and Federal Deficits: Cause and Effect," *Economic Review*, Federal Reserve Bank of Dallas, January 1984, pp. 1–14.
- B. M. Friedman, "Lessons on Monetary Policy from the 1980s," Journal of Economic Perspectives, Summer 1988, pp. 51–72.
- R. C. Bryant, G. Holtman, and P. Hoover, *External Deficits and the Dollar* (Washington, D.C.: Brookings Institution, 1988).
- D. Salvatore, ed., *Handbook of National Economic Policies* (Westport, Conn., and New York: Greenwood Press and North-Holland, 1992).
- A. J. Lenz, Narrowing the U.S. Current Account Deficit (Washington, D.C.: Institute for International Economics, 1992).
- W. Max Corden, "Absorption, the Budget, and Debt: The Wonderland of Possibilities," in H. Herberg and N. V. Long, eds., *Trade, Welfare, and Economic Policies: Essays in Honor of Murray Kemp* (Ann Arbor: University of Michigan Press, 1993), pp. 379–391.
- R. Bryant, P. Hooper, and C. Mann, eds., *Evaluating Policy Regimes: New Research in Empirical Macroeconomics* (Washington, D.C.: Brookings Institution, 1993).
- M. Obstfeld and K. Rogoff, "The Intertemporal Approach to the Current Account," in G. Grossman and K. Rogoff, eds., *The Handbook of International Economics*, Vol. III (Amsterdam: North-Holland, 1995), pp. 1731–1799.
- M. Baxter, "International Trade and the Business Cycle," in G. Grossman and K. Rogoff, eds., *The Handbook of International Economics*, *Vol. III* (Amsterdam: North-Holland, 1995), pp. 1803–1864.
- M. Fratianni, D. Salvatore, and J. von Hagen, eds., *Handbook of Macroeconomic Policy in Open Economies* (Westport, Conn.: Greenwood Press, 1997).

9/10/2015 2:00:16 PM

۲

2 Chapter 18 Online

- R. I. McKinnon and K. Ohno, *Dollar and Yen: Resolving Economic Conflict Between the United States and Japan* (Cambridge, Mass.: MIT Press, 1997).
- A. M. Meulendyke, U.S. Monetary Policy and Financial Markets (New York: Federal Reserve Bank of New York, 1998).
- A. Cuckierman, "Are Contemporary Central Banks Transparent about Economic Models and Objectives and What Difference Does It Make?" *Federal Reserve Bank of St. Louis Review*, July–August 2002, pp. 15–36.
- D. Salvatore, ed., "U.S. Trade Deficits, the Dollar, and International Monetary Stability," "Twin Deficits, Growth and Stability in the U.S. Economy," and "Growth, Productivity and Wages in the U.S. Economy," Special Issues of the *Journal of Policy Modeling*, respectively, of September 2006, 2007, and 2008, with the participation of William Baumol, Guillermo Calvo, Richard Cooper, Sebastian Edwards, Barry Eichengreen, Martin Feldstein, Jeffrey Frankel, Glenn Hubbard, Dale Jorgenson, Lawrence Klein, Greg Mankiw, Ronald McKinnon, Robert Mundell, Kenneth Rogoff, John Taylor, and others.
- D. Salvatore, "Global Imbalances," *Princeton Encyclopedia of the World Economy* (Princeton, N.J.: Princeton University Press, 2008), pp. 536–541.
- S. Kim and N. Roubini, "Twin or Twin Divergence Fiscal Policy, Current Account, and Real Exchange Rate in the U.S.," *Journal of International Economics*, March 2008, pp. 362–383.
- K. Flood, "The Global Effects of U.S. Fiscal Policy," Bank of Canada Discussion Paper 2008–08, May 2008.
- P. O. Gourinchas and M. A. Kose, eds., "Fiscal Policy, Stabilization, and Sustainability," *Special Issue of the IMF Economic Review*, July 2011.
- T. Cwick and V. Wieland, "Keynesian Spending," *Economic Policy*, July 2011, pp. 493–549.

D. Salvatore, ed., "Rapid Growth or Stagnation in the U.S. and World Economy? Special Issue of the *Journal of Policy Modeling*, July/August 2014 with papers by Martin Baily, Robert Barro, William Baumol, Martin Feldstein, Dale Jorgenson, John Taylor, among others.

()

- International Monetary Fund, *World Economic Outlook* (Washington, D.C.: IMF, October 2012).
- Organization for Economic Cooperation and Development, *Economic Outlook* (Paris: OECD, December 2012).
- Council of Economic Advisors, *Economic Report of the President* (Washington, D.C.: U. S. Government Printing Office, 2012).
- For an evaluation of information on direct controls, see:
- J. N. Bhagwati, Anatomy and Consequences of Exchange Controls Regimes (Cambridge, Mass.: Ballinger, 1978).
- J. N. Bhagwati, *Protectionism* (Cambridge, Mass.: MIT Press, 1988).
- S. Edwards, *Real Exchange Rates, Devaluation, and Adjustment* (Cambridge, Mass.: MIT Press, 1989).
- J. N. Bhagwati, *The World Trading System at Risk* (Princeton, N.J.: Princeton University Press, 1991).
- B. B. Aghevli, M. S. Khan, and P. J. Montiel, *Exchange Rate Policy in Developing Countries: Some Analytical Issues* (Washington, D.C.: IMF, 1991).
- M. P. Dooley, "A Survey of Literature on Controls over International Capital Transactions," *IMF Staff Papers*, December 1996, pp. 639–687.
- S. J. Wei and Z. Zhang, "Collateral Damage: Exchange Rate Controls and International Trade," *NBER Working Paper No. 13020*, December 2007.
- International Monetary Fund, *Exchange Rate Arrangements and Exchange Rate Restrictions* (Washington, D.C.: IMF, 2014).

INTERNet

()

Data on the current account, budget balance, and growth of the GDP of the United States that can be used to examine the relationship among them are found on the Bureau of Economic Analysis, the Penn World Table, and the Federal Reserve Bank of St. Louis web sites, respectively, at:

http://www.bea.gov

http://research.stlouisfed.org/fred2

Information and data on the conduct and effectiveness of fiscal and monetary policy in industrial nations can be found on the web sites of the Bank for International Settlements (BIS), the Organization for Economic Cooperation and Development (OECD), and the National Bureau of Economic Research (NBER), respectively, at:

http://www.bis.org http://www.oecd.org

http://www.nber.org

۲