

VENICE SUMMER INSTITUTE 2023

The '70s are Back: Determinants and Implications of High Inflation

San Servolo, 19–20 June 2023

Organizers: Raphael Schoenle and Peter Zorn

Program

Presenting authors are denoted in capital letters | Timing: 22 minutes presentation and 8 minutes discussion

Monday, 19 June 2023

Session 1: Behavioral

8:30 – 9:00 **A Behavioral Heterogeneous Agent New Keynesian Model**
FABIAN SEYRICH (DIW Berlin), Oliver Pfäuti

9:00 – 9:30 **Consumption Categories, Household Attention, and Inflation Expectations: Implications for Optimal Monetary Policy**
ALEXANDER DIETRICH (Danmarks Nationalbank)

Session 2: Expectations I

9:30 – 10:00 **Measuring Inflation Expectations using Twitter Data**
BENJAMIN BORN (Frankfurt School of Finance and Management), Hrishbh Dalal, Nora Lamersdorf, Sascha Steffen

10:00 – 10:30 **Fed Sentiment and Expectations: Evidence from Speeches by FOMC Members**
Eleanora Granziera, VEGARD LARSEN (Norges Bank), Greta Meggiorini

10:30 – 11:00 **Coffee Break**

Session 3: Incidence

11:00 – 11:30 **The Micro Incidence of Inflationary Shocks: A Feasible Set Approach**
CONOR WALSH (Columbia University), John Grigsby, Eric Quian

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- 11:30 – 12:00 **The Heterogeneous Impact of Inflation on Households' Balance Sheets**
GALO NUÑO (Banco de España)
- 12:00 – 12:30 **The Debt-Inflation Channel of the German Hyperinflation**
Markus Brunnermeier, SERGIO CORREIA (Federal Reserve Board), Stephan Luck, Emil Verner, Tom Zimmerman
- 12:30 – 14:00 **Lunch**
- Session 4:
Inflation Dynamics**
- 14:00 – 14:30 **A Nominal Demand-Augmented Phillips Curve: Theory and Evidence**
MARCUS HAGEDORN (University of Oslo)
- 14:30 – 15:00 **Inflation Distorts Relative Prices: Theory and Evidence**
HENNING WEBER (Bundesbank), Klaus Adam und Andrey Alexandrov
- Session 5:
Keynote Lecture I**
- 15:00 – 16:00 **Inflation Expectation Pass-through**
SARAH LEIN (University of Basel)
- 16:00 – 16:30 **Coffee Break**
- Session 6:
Labor**
- 16:30 – 17:00 **Low Passthrough from Inflation Expectations to Income Growth Expectations: Why People Dislike Inflation**
MATHIEU PEDEMONTE (Federal Reserve Bank of Cleveland), Ina Hajdini, Edward S. Snotek, John Leer, Robert Rich and Raphael Schoenle
- 17:00 – 17:30 **Inflation Expectations and Labor Supply: Evidence From an Experimental Study**
CHAEWON BAEK (Tufts University) and Vitaliia Yaremko
- 17:30 – 18:00 **Job Search, Wages, and Inflation**
JANE M. RYNGAERT (University of Notre Dame), Laura Pilossoph
- 19:30 **Conference Dinner on San Servolo (English Courtyard)**

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Tuesday, 20 June 2023

Session 1: Expectations II

- 8:30 – 9:00 **Carbon Pricing and Inflation Expectations: Evidence from France**
GIACOMO MANGIANTE (University of Lausanne), Luca Moretti and Jannik Hensel
- 9:00 – 9:30 **Do Large Public Debts Signal Future Inflation? Evidence From a Randomized Controlled Trial on German Households**
PHILLIPPE ANDRADE (Federal Reserve Bank of Boston), Erwan Gautier, Emanuel Mönch, Tobias Schmidt

Session 2: Keynote Lecture II

- 9:30 – 10:30 **The Market for Inflation Risk**
RICARDO REIS (London School of Economics)
- 10:30 – 11:00 **Coffee Break**

Session 3: Supply Constraints and Pass-Through

- 11:00 – 11:30 **Inflation Strikes Back: The Role of Wage to Price Pass-Through**
SEBASTIAN HEISE (Federal Reserve Bank of New York)
- 11:30 – 12:00 **Pass-Through of Cost-Push Shocks**
ISABEL GOEDL-HANISCH (LMU Munich)
- 12:00 – 12:30 **Monetary Policy in the Presence of Supply Constraints: Evidence from German Firm-Level Data**
Almut Balleer, MARVIN NÖLLER (RWTH Aachen)
- 12:30 **Lunch**

End of Conference