LUIS FELIPE CESPEDES

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EMPLOYMENT

Board Member, Central Bank of Chile, 2022-present.
Professor of Economics, Department of Economics, Universidad de Chile, 2020-present (part-time since March 2022)
Professor of Economics, Business School, Universidad Adolfo Ibáñez, 2013-2015 and 2017-2020.
Minister of Economy, Development and Tourism, Chile, 2014-2017.
Associate Professor of Economics, Business School, Universidad Adolfo Ibáñez, 2011-2013.
Chief of Economic Research, Central Bank of Chile, 2009- 2011.
Chief of Economic Advisors, Ministry of Finance-Chile, 2007- 2009.
Chief of Economic Policy, Ministry of Finance-Chile, 2006-2009.
Chief of Financial Policy, Ministry of Finance-Chile, 2006-2007.
Senior Economist, Research Department, Central Bank of Chile, 2003- 2006.
Economist, Research and European I Departments, International Monetary Fund, 2001- 2003.
Summer Intern, Research Department, International Monetary Fund, Summer 1999.
Advisor, Ministry of Finance-Chile, 1995- 1997.

EDUCATION

Ph.D. Economics, New York University, September 2001.
M.A. Economics, New York University, May 2000.
B.A. Economics and Business Administration, Pontificia Universidad Católica de Chile, August 1995.

FIELDS OF SPECIALIZATION

Macroeconomics, International Finance, Monetary Economics, Fiscal Policy, and Economic Growth.

HONORS AND AWARDS

Best Undergraduate Teacher, Department of Economics, Universidad de Chile, 2021.
Executive MBA Distinguished Teaching Award, Universidad Adolfo Ibáñez, 2013 and 2014.
Business School Research Award, Universidad Adolfo Ibáñez, 2014.
Social Science Research Council Fellowship in Applied Economics, 2000-2001.
Fulbright Fellowship, 1997-1999.
Graduate School of Arts and Science Tuition Fellowship, New York University, 1997-1998.
Presidential Scholarship, Awarded by the Chilean Government, 1997-2000.

ACADEMIC ACTIVITIES

Non-Resident Fellow, Center for Global Development, June 2019-present
Visiting Professor of International and Public Affairs, Columbia University, Jan.-May 2020.
Visiting Professor of International and Public Affairs, Columbia University, Jan.-May 2019.
Visiting Scholar, Department of Economics, Rutgers University, May 2018.
Visiting Professor of International and Public Affairs, Columbia University, Jan.-May 2018.
Visiting Scholar, Research Department, International Monetary Fund, Nov.-Dec. 2017.
Program Committee Member, LACEA- Latin American and Caribbean Economic Association, 2011- 2012.
Editor, Revista Economia Chilena (Chilean Economy Review), 2003-2006 and 2009-2011.
Editor, Series on Central Banking, Analysis, and Economic Policies, Central Bank of Chile, 2009-2011.
Visiting Scholar, Research Department, International Monetary Fund, March-April 2005.
Sidney I. Simon Visiting Scholar, Department of Economics, Rutgers University, March-April 2004.
Instructor, New York University, 2000-2001.

OTHER PROFESSIONAL ACTIVITIES

Member, Academic Evaluation Committee, Facultad de Economía y Negocios, Universidad de Chile, 2021-present.
Member, University Promotion Committee, Universidad Adolfo Ibáñez, 2019-2020.
Head of the Economic Area, Business School, Universidad Adolfo Ibáñez, 2018-2020.
Chairman of the Board, CORFO (Economic Development Agency), Chile, 2014-2017.
Chairman of the Board, InvestChile (Foreign Direct Investment Attraction Agency), Chile, 2014-2017.
Chairman of the Board, Strategic Investment Committee, 2015-2017.
President, National Commission Census 2017, 2015-2017.
Chairman of the Board, Laboratorio de Gobierno (Government Innovation Lab), 2015-2017.
Member, Council of Ministers for Sustainability, 2014-2017.
Member of the Board, Technical Committee of Investment, Superintendence of Pensions-Chile, 2012-2014.
Consultant, Inter-American Development Bank, 2013 and 2014.
Consultant, International Monetary Fund, 2012 and 2013.
Member of the Potential Output Committee, Ministry of Finance of Chile, 2010.
Member of the Board, SEP Chile (Public Companies Holding), 2007-2009.

RESEARCH

Articles in journals

"Optimal Foreign Reserves and Central Bank Policy Under Financial Stress" (with Roberto Chang), 2024, *American Economic Journal: Macro* 16(3): 230-267.

"The Macroeconomics of a Pandemic: A Minimalist Framework," (with Roberto Chang and Andrés Velasco), 2022, *Journal of International Money and Finance* 127 (October).

“Credit, Employment, and the Covid Crisis,” (with Roberto Chang and Andrés Velasco), 2021, *LSE Public Policy Review* 1(4).

“Financial Intermediation, Real Exchange Rates, and Unconventional Policies in an Open Economy,” (with Roberto Chang and Andrés Velasco), 2017, *Journal of International Economics* 108(S1): 76-86.

“Global Liquidity, House Prices, and the Macroeconomy: Evidence from Advanced and Emerging Market Economies,” (with Ambrogio Cesa-Bianchi and Alessandro Rebucci), 2015, *Journal of Money, Credit and Banking* 47: 301-335.

“Is Inflation Targeting Still on Target?” (with Roberto Chang and Andrés Velasco), 2014, *International Finance* 17(2): 185-208.

“Fiscal Rules and the Management of Natural Resource Revenues: The Case of Chile,” (with Eric Parrado and Andrés Velasco), 2014, *Annual Review of Resource Economics* 6: 105-132.

“Was This Time Different?: Fiscal Policy in Commodity Republics,” (with Andrés Velasco), 2014, *Journal of Development Economics* 106: 92-106.

“The Impact of Uncertainty Shocks in Emerging Economies,” (with Yan Carriere-Swallow), 2013, *Journal of International Economics* 90: 315-325.

“Macroeconomic Performance During Commodity Price Booms and Busts,” (with Andrés Velasco), 2012, *IMF Economic Review* 60(4): 570-599.

“Pricing Policies and Inflation Inertia,” (with Michael Kumhof and Eric Parrado), 2012, *Macroeconomic Dynamics* 16(4): 576-604.

“Credibility and Inflation Targeting in an Emerging Market: Lessons from the Chilean Experience,” (with Claudio Soto), 2005, *International Finance* 8(3): 545-575.

“Balance Sheets and Exchange Rate Policy,” (with Roberto Chang and Andrés Velasco), September 2004, *American Economic Review* 94(4): 1183-1193.

> (Reprinted in Nouriel Roubini and Marc Uzan, eds., *New International Financial Architecture*, Edward Elgar Publishing, 2006.)

“Commodity Currencies and the Real Exchange Rate,” (with Paul Cashin and Ratna Sahay), October 2004, *Journal of Development Economics* 75(1): 239-268.

> (Reprinted in C. Cottarelli, A. Ghosh, G. M. Milesi-Ferretti and C. Tsangarides, eds., *Exchange Rate Analysis at the IMF*, 2010.)

“IS-LM-BP in the Pampas,” (with Roberto Chang and Andrés Velasco), 2003, *IMF Staff Papers* 50: 143-156.

Other articles

"Central Banking and Credit Provision in Emerging Market Economies During the Covid-19 Crisis," (with José De Gregorio), 2021, in Bill English, Kristin Forbes, and Angel Ubide (eds.), *Monetary Policy and Central Banking in the Covid Era*.

"Macroeconomic Policy Responses to a Pandemic," (with Roberto Chang and Andrés Velasco), 2020, in Simeon Djankov and Ugo Panizza (eds.), *COVID-19 in Developing Economies*, CEPR Press, 427-460.

"Monetary Policy at the Lower Zero Bound: The Chilean Experience," (with Javier García-Cicco and Diego Saravia), 2014, in Sofía Bauducco, Lawrence Christiano and Claudio Raddatz (eds.), *Macroeconomic and Financial Stability: Challenges for Monetary Policy*, Banco Central de Chile, 427-460.

"Fiscal Policy and Macroeconomic Performance: An Overview," (with Jordi Galí), 2013, in Luis Felipe Céspedes and Jordi Galí (eds.), *Fiscal Policy and Macroeconomic Performance*, Central Bank of Chile, 1-25.

"Non-Ricardian Aspects of Fiscal Policy in Chile," (with Jorge Fornero and Jordi Galí), 2013, in Luis Felipe Céspedes and Jordi Galí (eds.), *Fiscal Policy and Macroeconomic Performance*, Central Bank of Chile, 283-322.

"Monetary Policy under Financial Turbulence: An Overview," (with Roberto Chang and Diego Saravia), 2011, in Luis Felipe Céspedes, Roberto Chang and Diego Saravia (eds.), *Monetary Policy under Financial Turbulence*, Central Bank of Chile, 1-21.

"Heteredox Central Banking," (with Roberto Chang and Javier Garcia-Cicco), 2011, in Luis Felipe Céspedes, Roberto Chang and Diego Saravia (eds.), *Monetary Policy under Financial Turbulence*, Central Bank of Chile, 219-281.

"Fiscal Policy in Commodity-Exporting Countries: The Chilean Experience," (with Sergio Poblete), 2011, in *Macroeconomic Volatility and Policy Response*, CEPAL, 125-163.

"Economic Policy Responses to the Financial Crisis: The Chilean Experience," 2010, in Monetary Policy: What Have We Learned from a Long-Term Perspective and the Recent Crisis? Papers and Proceedings, Fondo Latinoamericano de Reservas, 90-106.

"Credibility and Inflation Targeting in Chile," (with Claudio Soto), 2007, in Frederic Mishkin and Klaus Schmidt-Hebbel (eds.), *Monetary Policy under Inflation Targeting*, Central Bank of Chile, 547-578.

"External Vulnerability and Preventive Policies: An Overview," (with Ricardo Caballero and César Calderón), 2006, in Ricardo Caballero, Cesar Calderón and Luis Felipe Céspedes (eds.), *External Vulnerability and Preventive Policies*, Central Bank of Chile, 1-14.

"Policy Responses to External Shocks: The Experience of Australia, Brazil and Chile," (with Ilan Goldfajn, Phil Lowe and Rodrigo Valdés), 2006, in Ricardo Caballero, Cesar Calderón and Luis Felipe Céspedes (eds.), *External Vulnerability and Preventive Policies*, Central Bank of Chile, 109-170.

“Central Bank Autonomy: The Chilean Experience,” (with Rodrigo Valdés), 2006, *Economía Chilena* 9(1): 25-45.

“The Petroleum Fund of Norway,” (with David Rappoport), 2006, *Economía Chilena* 9(1): 71-88.

“Must Original Sin Cause Macroeconomic Damnation?” (with Roberto Chang and Andrés Velasco), 2005, in Barry Eichengreen and Ricardo Hausmann (eds.), *Other People's Money: Debt Denomination and Financial Instability in Emerging Market Economies*, The University of Chicago Press.

“Using Dynamic Factor Analysis to Forecast Chilean Macroeconomic Variables,” (with Alvaro Aguirre), 2004, *Economía Chilena* 7(3): 35-46.

“Dollarization of Liabilities, Net Worth Effects, and Optimal Monetary Policy,” (with Roberto Chang and Andrés Velasco), 2002, in Sebastian Edwards and Jeffrey Frankel (eds.), *Preventing Currency Crises in Emerging Markets*, The University of Chicago Press, 559-591.

“Dollarization of Liabilities, Financial Fragility, and Exchange Rate Policy,” (with Roberto Chang and Andrés Velasco), 2001, in Alberto Alesina and Robert J. Barro (eds.), *Currency Unions*, Hoover Institution Press, 67-75.

Books

Luis Felipe Céspedes and Jordi Galí (editors). *Fiscal Policy and Macroeconomic Performance*, Series on Central Banking, Analysis, and Economic Policies, Central Bank of Chile, 2013.

Luis Felipe Céspedes, Roberto Chang and Diego Saravia (editors). *Monetary Policy under Financial Turbulence*, Series on Central Banking, Analysis, and Economic Policies, Central Bank of Chile, 2011.

Ricardo Caballero, Cesar Calderón and Luis Felipe Céspedes (editors). *External Vulnerability and Preventive Policies*, Series on Central Banking, Analysis, and Economic Policies, Central Bank of Chile, 2006.

Book reviews

“Comments on “Growth Opportunities for Chile” Vittorio Corbo (editor),” CEP Chile, 2014. (in Spanish)

“Comments on Inflation Expectations in Latin America,” 2006, *Economia* 6(2): 139-141.

“On the Choice and Consequences of Exchange Rate Regimes,” 2005, *International Finance* 8(1): 151-166.

Other articles published

“Estudio sobre la Sustentabilidad del Fondo de Reserva de Pensiones,” (with Pablo Castañeda, Rubén Castro, Eduardo Fajnzylber, Michael Sherris and Félix Villatoro), Budget Office, Ministry of Finance Chile, December 2013.

"Fiscal Commitments and the Structural Surplus Target," (with Andrés Velasco, Alberto Arenas and Jorge Rodríguez), 2007, *Estudios de Finanzas Públicas*, Ministry of Finance-Chile. (in Spanish)

"Fiscal Policy and Macroeconomic Volatility in Spain: An Empirical Assessment," (with Alexander Hoffmaister), 2003, Spain: Selected Issues, IMF Country Report No. 03/41.

"Recent Evolution of Unemployment in Chile," (with Andrea Tokman), En Foco N°50, Expansiva, 2005 (in Spanish)

"Commodity Currencies," (with Paul Cashin and Ratna Sahay), 2003, *Finance and Development*, Vol.40 (1).

Work in progress

"From Discussion to Action: Characterizing Areas of Reform in Latin America and the Caribbean" (with Sebastián Bustos, John León-Díaz and María Orduz), IDB WP 01472, September 2023.

"Business Strategy and Development Patterns," (with Matías Braun and Sebastián Bustos), Center for Global Development WP 590, August 2021.

"Macro Forecasting Processes for Sustainable Fiscal Policy" (with Michael MacMahon, Andrés González, Arunish Chawla and Fernando Delgado), mimeo, May 2022.

Other papers

"Monetary Policy Response to the Global Financial Shock: Did Inflation Targeting Make any Difference?" (with Claudio Soto), mimeo, 2011.

"Sovereign Wealth Fund Investment and Structural Fiscal Policy Rules: The Case of Chile," (with Alejandra Medina and William Mullins), Mimeo, Ministry of Finance Chile, December 2007.

"Recuperaciones Cíclicas: Evidencia Internacional," (con José De Gregorio), Junio 2006.

"The New Keynesian Phillips Curve in an Emerging Market Economy: The Case of Chile" (with Marcelo Ochoa and Claudio Soto), Working Paper N°355 Central Bank of Chile, 2005.

"Financial Frictions and Real Devaluations" Working Paper N°318 Central Bank of Chile, 2005.

"Evolución Reciente del (Des)empleo en Chile: ¿Normal, Anormal o Todo lo Anterior? (with Andrea Tokman), Mimeo, Central Bank of Chile, March 2005

"Tipo de Cambio Real, Desalineamiento y Devaluaciones: Teoría y Evidencia para Chile," (with José De Gregorio, mimeo, DII, Universidad de Chile, 1999.

"Exchange Rate Arrangements: A Developing Countries Perspective," (with Andrés Velasco), mimeo, New York University, Octubre 1999.

SEMINARS AND CONFERENCES

III Workshop in International Economics and Finance-Universidad Torcuato Di Tella (2000), CEA-Universidad de Chile (2000), Universidad Católica de Chile (2000), Banco Central de Chile (2000), LACEA-V Annual Meeting (2000), University of California at Santa Cruz (2001), Federal Reserve Bank of New York (2001), University of Virginia (2001), LACEA-VI Annual Meeting (2001), George Washington University (2001), Original Sin Conference-Harvard University, Research Department-Inter-American Development Bank, LACEA-VII Annual Meeting (2002) Universidad Diego Portales, Rutgers University, Latin American Meeting of the Econometric Society (2004), XXIV y XXVII Meeting of the Latin American Network of Central Banks and Finance-IADB, CEPAL, Banco de España, CEMLA, Bank of England, OECD, Boston College, FLAR, Annual Conference Central Bank of Chile, CEPR/ESI 14th Annual Conference-Central Bank of Turkey (2010), Annual Research Conference IMF, Banco Central de Reserva del Perú, BIS Annual Conference (2011), Central Bank of the Republic of Turkey (CBRT) & IMF Conference (2012), IADB-Innovation Unit (2018), Global Empowerment Meeting-Harvard University (2016), RIDGE Conference (2017), World Bank (2017, 2018), Universidad Católica de Chile (2019), Central Bank of Chile (2019), Universidad de Chile (2019), UAI (2019), UAI (2020), IMF (2020).

REFEREE FOR

American Economic Review, Journal of International Economics, Review of International Economics, International Finance, Cuadernos de Economía, World Bank Economic Review, Journal of International, Money and Finance, Journal of Money Credit and Banking, IMF Economic Review, and Journal of Development Economics.