Changes in GDP's measurement error volatility and response of the monetary policy rate : two approaches

Borradores de Economia
Número:
814
Publicado:
Sábado, 1 Marzo 2014
Clasificación JEL:
D81, E52, E58
Palabras clave:
Prudence, Robustness, Measurement error, Optimal Monetary Policy
Descargar documento

Lo más reciente

Settlement liquidity in the Colombian large-value payment system: the role of reserve requirements
Fredy Gamboa-Estrada, Freddy Cepeda-López, Javier Iván Miguélez-Márquez
Geopolitical risk and emerging market sovereign risk premia
Fredy Gamboa-Estrada, José Vicente Romero
Assessing the effects of recent provisioning rules on consumer credit allocation in Colombia
Fredy Gamboa-Estrada, Diego Cuesta, Camilo Sanchez-Quinto
Otras Publicaciones

Using a stylized model in which output is measured with error, we derive the optimal policy response to the demand shock signal and to changes in the measurement error volatility from two different perspectives: the minimization of the expected loss (from