

Munich Economics

No. 243

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NEWSLETTER

SEMINARE DIESE WOCHE *SEMINARS THIS WEEK*

CESifo - Süddeutsche Zeitung

Münchner Seminar

Montag, 9. Juli
18:00 - 19:30 Uhr
ifo Institut, Ludwig-Erhard-Saal
Poschingerstr. 5

Prof. Dr. Bernd Raffelhüschen
(Professor für Finanzwissenschaft an der Albert-Ludwigs-Universität
Freiburg im Breisgau)
“Von Schulden die man sieht und solchen, die man nicht sieht:
Eine Generationenbilanz”

Anmeldung erforderlich bei Olga Zudova bis Freitag, 06.07. (zudova@cesifo.de, Fax-Nr. 089-92241409)

Department of Economics

Hans-Moeller-Seminar

Dienstag, 10. Juli
17:00 - 18:00 Uhr
Bibliothek des Seminars für Internationale
Wirtschaftsbeziehungen
Ludwigstr. 28/II Vgb., Raum 221

Ngo van Long
(MC Gill University, Canada)
“Reource Extraction and Border Tax Adjustment in
General Equilibrium”

CES LECTURES

Dienstag, 10. Juli, 10:15 - 11:45 Uhr
CES, Schackstr. 4/II, Room 207

Björn Bartling
(University of Zurich)
“Creating Moral Wiggle Room: Strategies to Avoid Accountability for Unfair Behavior”
(Part I of III)

Donnerstag, 12. Juli, 10:15 - 11:45 Uhr
CES, Schackstr. 4/II, Room 207

Björn Bartling
(University of Zurich)
“Creating Moral Wiggle Room: Strategies to Avoid Accountability for Unfair Behavior”
(Part II of III)

COFFEE SHOP

Mittwoch, 11. Juli, 13:30 - 14:00 Uhr
Library of the Seminar for Comparative Economics
Akademiestr. 1/III

*All members and guests of
the department are welcome*

BROTZEIT-SEMINARE

CESifo Group Seminar
Montag, 9. Juli, 12:00 - 13:00 Uhr
Schackstr. 4/II, Room 207

Christoph Priesmeier
(Deutsche Bundesbank)
“Does Wagner's law ruin the sustainability of German public finances?”

Micro Workshop
(Herweg, Kocher, Schmidt)
Montag, 9. Juli, 12:30 - 13:30 Uhr
Public Finance Library
Ludwigstr. 28/III Vgb., Room 301

Wanda Mimra
(University of Zurich)
“Profitable contract menus in competitive insurance markets
with adverse selection”

Munich International Economics Seminar
(Eckel, Felbermayr, Marin, Schnitzer)
Montag, 9. Juli, 13:00 - 14:00 Uhr
Seminar for International Economics, Library
Ludwigstr. 28/II Vgb., Room 221

Florian Mayneris
(Université Catholique de Louvain)
- under the auspices of the SFB/TR 15 -
“Trade in quality and income distribution: an analysis of the enlarged
EU market”

Public Finance and Economic Policy Seminar
(Haufler, Holzner, Wollmershäuser)
Montag, 9. Juli, 14:00 - 15:00 Uhr
Ludwigstr. 28, Rgb., Room 024

Mohammed Mardan
“Tax Competition under Credit Market Imperfections”

IO and Trade Seminar
(Eckel, Schnitzer)
Dienstag, 10. Juli, 12:15 - 13:45 Uhr
Library of the Seminar for Comparative Economics
Akademiestr. 1/III

Matthias Hunold
(ZEW, Mannheim und MaCCi)
- under the auspices of the SFB/TR 15 -
“Backwards Integration and Strategic Delegation”

Research Workshop “Empirical Economics”
(Winter, Cantoni, Danzer, Bucher-Koenen)
Dienstag, 10. Juli, 14:00 - 15:30 Uhr
Ludwigstr. 28, Rgb., Room V 002, Leihrturm

Martin Huber
(University of St. Gallen)
“Statistical verification of a natural “natural experiment”: Tests and sensitivity
checks for the sibling sex ratio instrument”

Dienstag, 10. Juli, 17:00 - 18:00 Uhr

Ngô van Long

(McGill University)

“Recourse Extraction and Border Tax Adjustment in General Equilibrium”

A major problem in coordinating international efforts in mitigating climate change is that some countries have incentives to free ride: they can capture the benefits without incurring the costs. In the context of international trade, the free riding countries enjoy an additional advantage: without imposing a carbon tax (or equivalent measures), the competitive positions of their firms will be enhanced. Concerns over the loss of competitive advantage due to free riding behaviour of trading partners have led economists and policy makers to contemplate proposals for various forms of "border tax adjustments" (BTA), defined as differential taxation of traded goods that is motivated by differences in underlying carbon prices. In particular, they consider the possibility of setting a charge on imports equal to some notion of carbon tax 'not paid' abroad, and remitting tax on exports in similar fashion. BTA has been considered as a possible mechanism to combat "carbon leakage", defined as the phenomenon where the effort of abating countries are offset to some extent by increasing emissions in non-abating countries. Our paper presents a model of BTA in the context of fossil fuel extraction when a backstop technology is available. We study the impact of border tax adjustments (BTA) when owners of fossil fuel stocks adjust their extraction paths to maximize their wealth, and where the rate of interest is endogenously determined. Using this framework, we investigate the possibility of a Green-Paradox outcome when BTA is implemented. The term Green Paradox was coined by Sinn (2008), in his analysis of intertemporal supply behavior of extractive firms. It refers to the possibility that, due to intertemporal supply side adjustment, a policy measure intended to reduce CO₂ emissions might have the opposite effect. This phenomenon has been further explored in a series of papers investigating various channels through which a Green-Paradox outcome might arise. Our paper identifies a new channel: BTA intended to reduce carbon leakage may indirectly induce a rise in the equilibrium interest rate which in turn increases current extraction.

GASTWISSENSCHAFTLER VISITORS

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|----------------------|--|--------|-------------------|
| Roland Hodler | University of Lucerne | CES | 01.06. – 20.07. |
| Gary A. Hoover | University of Alabama | CES | 06.07. – 03.08. |
| Björn Bartling | University of Zurich | CES | 09.07. – 03.08. |
| Ngô Van Long | McGill University, Canada | CESifo | 12.09.11 – 31.08. |
| Mary E. Lovely | Syracuse University, USA | CESifo | 25.06. – 09.07. |
| John McHenry Yinger | Syracuse University, USA | CESifo | 25.06. – 09.07. |
| A. Marcel Oestreich | University of Guelph | CESifo | 02.07. – 20.07. |
| Benjamin C. Zissimos | University of Bath | CESifo | 07.07. – 14.07. |
| George Borjas | Harvard University | CESifo | 09.07. – 13.07. |
| Raymond Riezman | University of Iowa | CESifo | 10.07. – 15.07. |
| Alejandro Cunat | University of Vienna | CESifo | 10.07. – 24.07. |
| Benjamin Protte | University of Mannheim | MPI | 04.06. - 13.07. |
| Trond Olsen | NHH, the Norwegian School of Economics | MPI | 02.07. - 01.08. |

KONGRESSE – FORSCHUNGSaufENTHALTE – EXTERNE VORTRÄGE

MEETINGS – RESEARCH VISITS – SEMINARS ABROAD

Alexander Danzer gave a keynote lecture on „Migration and Status“ at the Fourth Joint IOS/APB Summer Academy on Central and Eastern Europe entitled “Recent Challenges in Migration Research. Economic and Broader Development Issues”.

Martin Kocher presented his paper „Strong, Bold, and Kind: Self-Control and Cooperation in Social Dilemmas“ (together with Peter Martinsson, Kristian Myrseth and Conny Wollbrant) at the World Meeting of the Economic Science Association at New York on June 23. He gave a talk on „Is greed good? – Determinanten und Rolle von Gier in ökonomischen Entscheidungen“ in the Ringvorlesung „Gier, Wirtschaft, Politik und Gesellschaft“ at the University of Göttingen on June 28.

Ines Pelger presented her paper „Gender, Investment Financing and Credit Constraints” at the North American Meeting of the Econometric Society in Evanston, Illinois, on June 30.

Ray Rees gave 3 lectures at the Summer School on Tax Theory and the Household at the University of Uppsala, June 4-8.

Christoph Trebesch co-organized a “Global Sovereign Debt Workshop”, which took place at the ECB in Frankfurt on June 23 and 24, jointly with Marcel Fratzscher (ECB) and Henrik Enderlein (Hertie School). At this occasion, he also presented a new paper on “Sovereign Debt Litigation” (joint work with Julian Schumacher and Henrik Enderlein).

VERÖFFENTLICHUNGEN IN REFERIERTEN FACHZEITSCHRIFTEN

PUBLICATIONS IN REFEREED JOURNALS

Haufler, Andreas, Runkel, Marco: “Firms’ financial choices and thin capitalization rules under corporate tax competition”. *European Economic Review* 56 (2012), 1087-1103.

VERSCHIEDENES

MISCELLANEOUS

Professor Robin Boadway, Ph.D. (Queen’s University, Canada) hält im Rahmen der Vortragsreihe 2012 – Tax Policy for the 21st Century: Lessons from the Mirrless and Henry Reviews folgenden Vortrag:
“Tax Policy for the 21st Century: The Evolution of Tax Reform Principles and Practices”
Zeit/Ort: Dienstag, **10.07.2012 um 18.15 Uhr**, MPI, Raum E10, Marstallplatz 1, 80539 München
Anmeldungen bis zum 10.07.2012 an Athina Grigoriadou: athina.grigoriadou@tax.mpg.de, erbeten.

Munich Economics Newsletter

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Redaktionsschluss für den Munich Economics Newsletter Nr. 244:
Mittwoch, 11. Juli 2012, 12:00 Uhr