

Accepted Manuscript

Title: Ending the Euro Crisis

Author: Martin Feldstein

PII: S0161-8938(15)00033-2
DOI: <http://dx.doi.org/doi:10.1016/j.jpolmod.2015.03.005>
Reference: JPO 6195



To appear in: *Journal of Policy Modeling*

Received date: 2-1-2015
Revised date: 20-2-2015
Accepted date: 2-3-2015

Please cite this article as: Feldstein, M., Ending the Euro Crisis, *Journal of Policy Modeling* (2015), <http://dx.doi.org/10.1016/j.jpolmod.2015.03.005>

This is a PDF file of an unedited manuscript that has been accepted for publication. As a service to our customers we are providing this early version of the manuscript. The manuscript will undergo copyediting, typesetting, and review of the resulting proof before it is published in its final form. Please note that during the production process errors may be discovered which could affect the content, and all legal disclaimers that apply to the journal pertain.

(PAPER 4)**Ending the Euro Crisis***Martin Feldstein ^a*Department of Economics, Harvard University. Cambridge, MA 02138, USA*

Received January 2, 2015; received in revised form February 20, 2015; accepted March 2, 2015
Available online May 2015

Keywords: Euro crisis; Budget austerity; Fiscal compact; European Central Bank; Structural reforms

1. Introduction

There may be no way to end the euro crisis. That was true even before the recent political developments in Greece. The euro was a flawed concept from the beginning: an attempt to force a heterogeneous group of countries to use a single currency with a single exchange rate despite the lack of the de facto labor mobility and the large interstate fiscal transfers that allow the United States to operate successfully with a single currency.

* This paper was prepared for presentation at the American Economic Association annual meeting on January 3, 2014, in a session entitled “When Will the Euro Crisis End?”

^a Tel: 617-868-3905; fax: 617-613-1298.

E-mail address: mfeldstein@harvard.edu.

Download English Version:

<https://daneshyari.com/en/article/968324>

Download Persian Version:

<https://daneshyari.com/article/968324>

[Daneshyari.com](https://daneshyari.com)