

How do monetary, micro- and macroprudential policies interact?

Workshop organized by the Oesterreichische Nationalbank (OeNB)

December 2, 2019

Oesterreichische Nationalbank

Kassensaal

Otto Wagner Platz 3, 1090 Vienna, Austria

The global financial crisis brought to light the interactions between monetary policy and micro- and macroprudential policies and stimulated a discussion on how to optimize coordination and cooperation among these policy areas. The use of unconventional monetary policy tools has had an impact on banks and other financial institutions, whose effects need due consideration. In the euro area, the European Central Bank (ECB) and the national central banks (NCBs) have taken on additional responsibilities. All NCBs are involved in macroprudential supervision through the European Systemic Risk Board (ESRB) and are subject to top-up powers of the ECB; several NCBs act as national designated authority and/or macroprudential authority. In the same vein, all NCBs are involved in microprudential supervision via the Single Supervisory Mechanism (SSM), which is organized under the ECB's auspices, with many NCBs acting as national competent authority.

In this workshop, we will discuss the following questions:

- In what ways do these new responsibilities interact with central banks' traditional tasks of implementing monetary policy, maintaining financial stability and providing large-value payment systems?
- Are there any potential synergies in, for instance, information requirements and expertise, and complementarities, such as macroprudential supervision addressing potential negative side effects of monetary policy?
- Where could conflicts of interest arise between these policy areas?

In addition, we will investigate what the new responsibilities might entail for central banks' independence and legitimacy, which have traditionally formed a cornerstone of the Eurosystem. In this context, we will look into new ways of safeguarding central bank independence in a transparent and accountable manner.

Monday, December 2, 2019

9:30 a.m. Registration

10:00 a.m. **Welcome remarks and chair**

Robert Holzmann
Governor
Oesterreichische Nationalbank

10:15 a.m. **Keynote lecture 1**
Monetary policy and banking supervision

Donato Masciandaro
Professor
Bocconi University, Milan

11:00 a.m. **Keynote lecture 2**
A supervisory architecture in Europe

Angela Maddaloni
Advisor
European Central Bank

11:45 a.m. Coffee break

12:00 p.m. **Keynote lecture 3**
Trends in European banking supervisory design

Nicolas Véron
Senior Fellow
Peterson Institute for International Economics and Bruegel

12:45 p.m. Buffet lunch

1:30 p.m. **Session 1**
Central banking governance

Chair
Graham Bishop
International Consultant / Senior Research Fellow
The Global Policy Institute

Charles Goodhart
Emeritus Professor
London School of Economics

Daniel Hardy
Former Division Chief
International Monetary Fund

Lucia Quaglia
Professor
University of Bologna

Fernando Restoy
Chairman
Financial Stability Institute

3:00 p.m. Coffee break

3:15 p.m. **Session 2**
Interactions between monetary policy and macroprudential policies

Chair
Robert Holzmann
Governor
Oesterreichische Nationalbank

Anne Epaulard
Professor
Université Paris-Dauphine

Aerd Houben
Director Financial Markets
De Nederlandsche Bank

Phurichai Rungcharoenkitkul
Senior Economist
Bank for International Settlements

4:45 p.m. **Concluding remarks**

Graham Bishop
International Consultant / Senior Research Fellow
The Global Policy Institute

This program is subject to change.

GENERAL INFORMATION

Conference chair

Robert Holzmann

Governor

Oesterreichische Nationalbank

Conference venue

Oesterreichische Nationalbank

Kassensaal

Otto-Wagner-Platz 3

1090 Vienna, Austria

Organization

Oesterreichische Nationalbank

Communications and Financial Literacy Division

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Conference documentation will be made available at www.oenb.at as the conference proceeds.

Please note that the OeNB takes pictures of participants during the conference and may use them in OeNB online or print publications.