
Luiz de Mello

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Contact information

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Education

PhD in Economics, University of Kent, United Kingdom, 1993

MA in Economics, University of Kent, United Kingdom, 1990

BA in Economics, University of Brasília, Brazil, 1989

Professional experience

OECD, 2005-present

International Monetary Fund, 1999-2004

University of Kent, United Kingdom, 1993-98

Selected publications

In academic journals

“The Bank Lending Channel of Monetary Transmission in Brazil: A VECM Approach”, forthcoming, *Quarterly Review of Economics and Finance*.

“Monetary Policy and Inflation Expectations in Latin America: Long-run Effects and Volatility Spillovers”, with D. Moccero, *Journal of Money, Credit and Banking*, forthcoming.

“Avoiding the Value Added Tax Theory and Cross-Country Evidence”, *Public Finance Review*, forthcoming.

“What Is the Value of (My and My Family’s) Good Health?”, with E. Tiongson, *Kyklos*, Vol. 62 (2009), pp. 594-610.

“The Brazilian ‘Tax War’: The Case of Value-Added Tax Competition Among the States”, *Public Finance Review*, Vol. 36 (2008), pp. 169-193.

“Estimating a Fiscal Reaction Function: the Case of Debt Sustainability in Brazil”, *Applied Economics*, Vol. 40 (2007), pp. 271-84.

“Income Inequality and Redistributive Government Spending”, *Public Finance Review*, 34 (2006), pp. 282-305 (with E. Tiongson).

“Globalization and Fiscal Federalism: Does Openness Constrain Subnational Budget Imbalances?”, *Public Budgeting and Finance*, 25(2005), pp. 1-14.

“Can Fiscal Decentralization Strengthen Social Capital?”, *Public Finance Review*, 32(2004), pp. 4-35.

“Optimal Exchange Rate Policy, Wage Bargaining, and Foreign Direct Investment”, *Economia Internazionale*, 56(2003), pp. 1-12 (with J. Faria).

“More on the effectiveness of Public Spending on Health Care and Education: A Covariance Structure Model”, *Journal of International Development*, 15 (2003), pp. 1-17 (with E. Baldacci and M.T. Guin-Siu).

“Transition Economies: How Appropriate is the Size and Scope of Government?”, *Comparative Economic Studies*, 45(2003), pp. 554-76 (with S. Gupta, L. Leruth, and S. Chakravarti).

“Public Finance, Government Spending and Economic Growth: The Case of Local Governments in Brazil”, *Applied Economics*, 34(2002), pp. 1871-83.

“Government Spending, Rights, and Civil Liberties”, *International Review of Law and Economics*, 22(2002), pp. 257-76 (with R. Sab).

“Corruption and Military Spending”, *European Journal of Political Economy*, 17(2001), pp. 749-77 (with S. Gupta and R. Sharan).

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“Fiscal Decentralization and Borrowing Costs: The Case of Local Governments”, *Public Finance Review*, 29(2001), pp. 108-38.

“Fiscal Federalism and Government Size in Transition Economies: The Case of Moldova”, *Journal of International Development*, 13(2001), pp. 255-68.

“Trade and Foreign Direct Investment in Latin America and Southeast Asia: Temporal Causality Analysis”, *Journal of International Development*, 12(2000), pp. 903-24 (with K. Fukasaku).

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“Fiscal Decentralization and Intergovernmental Fiscal Relations: A Cross-Country Analysis”, *World Development*, 28(2000), pp. 365-80.

“[Exchange Rate Management: The Case of Brazil](#)”, *Estudos Econômicos*, 29(1999), pp. 457-74 (with F. Carneiro).

“International Capital Mobility in Developing Countries: Theory and Evidence”, *Journal of International Money and Finance*, 18 (1999), pp. 367-81 (with K. Hussein).

“Intergovernmental Fiscal Relations: Co-ordination Failures and Fiscal Outcomes”, *Public Budgeting and Finance*, 19(1999), pp. 3-25.

[“Foreign Direct Investment-Led Growth: Evidence from Time Series and Panel Data”](#), *Oxford Economic Papers*, 51(1999), pp. 133-51.

“Foreign Direct Investment and Growth: A Survey”, *Journal of Development Studies*, 34(1997), pp. 1-34.

“The Long-Run Behaviour of Exchange Rates in Brazil, Chile and Argentina: A Cointegration Analysis”, *International Review of Economics and Finance*, 6(1997), pp. 37-48 (with F. Carneiro).

“Overlapping Generations and Complex Dynamics: The Vintage Technology Case”, *Journal of Macroeconomics*, 17(1995), pp. 705-18.

[“Optimal Vintage Capital Utilisation: Supportability Conditions”](#), *Economics Letters*, 45(1994), pp. 427-31.

[“Biproportionality and Optimal Capital Depletion”](#), *Economics Letters*, 41(1993), pp. 241-5.

[“The Updating of Input/Output Matrices: A Systematic Survey”](#), *Economics Letters*, 40(1992), pp. 413-6 (with J. Teixeira).

Contributions to books

“Latin America: Recent Performance and Key Policy Challenges”, *Euromoney Handbook*, forthcoming.

Monetary Policies and Inflation Targeting in Emerging Economies, editor, (Paris: OECD), 2008.

“Local government finances: The link between intergovernmental transfers and net worth”, in G.K. Ingram and Y.H. Hong (Eds.), *Fiscal Decentralization and Land Policies* (Cambridge, MA: Lincoln Institute), forthcoming.

“Regional Economic Integration and Budget Financing: Looking towards International Markets?” in J. Martinez-Vazquez and F. Vaillancourt (Eds.), *Public Policy for Regional Development* (London: Routledge), pp. 235-66, 2008.

“Fiscal Responsibility Legislation and Fiscal Adjustment: The Case of Brazilian Local Governments”, in G.E. Peterson and P.C. Annez (Eds.) *Financing Cities* (Washington, DC: World Bank), pp. 40-73, 2007.

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“Foreign Direct Investment”, in D. Clark (ed.), *The Elgar Companion to Development Studies* (Cheltenham: Edward Elgar), 2006.

“Is the U.S. Prone to Over-Consumption?”, in Boston Fed Conference Series No. 49, *The Macroeconomics of Fiscal Policy*, 2006 (with J.-P. Cotis and J. Coppel).

“Fiscal Decentralization and Governance: A Cross-Country Analysis”, in G. Abed and S. Gupta (eds.), *Governance, Corruption, and Economic Performance* (Washington: International Monetary Fund), 2002 (with M. Barenstein).

“Brazil: An Evolving Federation”, in E. Ahmad and V. Tanzi (eds.), *Managing Fiscal Decentralization* (London: Routledge), 2002 (with J. Afonso).

“Privatization and Corporate Governance in Brazil”, in A. Pinheiro and K. Fukasaku (eds.), *Privatization in Brazil: The Case of Public Utilities* (Rio de Janeiro: OECD Development Centre and BNDES), 2000.

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“Fiscal Decentralisation and Macroeconomic Stability: The Experience of Large Developing Countries and Transition Economies”, in R. Hausman and K. Fukasaku (eds.), *Democracy, Decentralisation and Deficits in Latin America* (Paris: OECD Development Centre), 1998 (with K. Fukasaku).

ECO Working Papers

“[The Bank Lending Channel of Monetary Transmission in Brazil: A VECM Approach](#)”, No. 711, 2009. Forthcoming in *Quarterly Review of Economics and Finance*.

“[The determinants of employment and earnings in Indonesia: A multinomial selection approach](#)”, No. 690, 2009 (with Margherita Comola).

“[Avoiding the value added tax: Theory and cross country evidence](#)”, No. 604, 2008. Published in *Public Finance Review*, Vol. 37, pp. 27-46, 2009.

“[Interdependencies between monetary policy and foreign-exchange intervention under inflation targeting: The case of Brazil and the Czech Republic](#)”, No. 593, 2007 (with J-Y. Gnabo and D. Moccero)

“[Local Government Finances: The Link Between Intergovernmental Transfers and Net Worth](#)”, No. 581, 2007. Published in G.K. Ingram and Y.H. Hong (Eds.), *Fiscal Decentralization and Land Policies* (Cambridge, MA: Lincoln Institute), 2008.

“[Monetary Policy and Macroeconomic Stability in Latin America: The Cases of Brazil, Chile, Colombia and Mexico](#)”, No. 545, 2007 (with D. Moccero).

“[The Brazilian "tax war": The case of value-added tax competition among the states](#)”, No. 544, 2007. Published in *Public Finance Review*, Vol. 36 (2008), pp. 169-193.

“[Social Security Reform in Brazil: Achievements and Remaining Challenges](#)”, No. 534, 2006 (with F. Giambiagi).

“[Improving Labour Utilisation in Brazil](#)”, No. 533, 2006 (with N. Menezes Filho and L. Scorzafave).

“[Boosting Innovation Performance in Brazil](#)”, No. 532, 2006 (with C. de Brito Cruz).

["Consolidating Macroeconomic Adjustment in Brazil"](#), No. 531, 2006 (with D. Moccero).

["Monetary Policy and Inflation Expectations in Latin America: Long-run Effects and Volatility Spillovers"](#), No. 518, 2006 (with D. Moccero). Published in Journal of Money, Credit and Banking, forthcoming.

["The Rates and Revenue of Bank Transaction Taxes"](#), No. 494, 2006 (with J. Baca-Campolonic and A. Kirilenko).

["Brazil's Fiscal Stance During 1995-2005: The Effect of Indebtedness on Fiscal Policy over the Business Cycle"](#), No. 485, 2006 (with D. Moccero).

["Strengthening Regulation in Chile: The Case of Network Industries"](#), No. 455, 2005 (with A. Galetovic).

["Fostering Innovation in Chile"](#), No. 454, 2005 (with J. Benavente and N. Mulder).

["Education Attainment in Brazil: The Experience of FUNDEF"](#), No. 424, 2005 (with M. Hoppe).

["Estimating a fiscal reaction function: the case of debt sustainability in Brazil"](#), No. 423, 2005. Published in Applied Economics, Vol. 40, pp. 271-84, 2007.

["Saving Behaviour and the Effectiveness of Fiscal Policy"](#), No. 397, 2004 (with P.M. Kongsrud and R. Price).