Post-Keynesian Views of the Crisis and its Remedies

Edited by Óscar Dejuán, Eladio Febrero and Jorge Uxó
Contents

List of figures vii
List of tables x
List of contributors xii

Introduction 1
ÓSCAR DEJUÁN, ELADIO FEBRERO AND JORGE UXÓ

PART I
The financial side: the burden of debt and the loss of confidence 13

1 Finance-dominated capitalism, re-distribution and the financial and economic crises: a European perspective 15
ECKHARD HEIN

2 The world in balance sheet recession: causes, cures and politics 46
RICHARD C. KOO

3 All lucky breaks come to an end: the shortcomings of macroeconomic models following the financial crisis and the contribution of behavioural economics to the reconfiguration of macroeconomics 66
NIGEL F.B. ALLINGTON, JOHN S.L. McCOMBIE AND MAUREEN PIKE

4 The debt trap 87
ÓSCAR DEJUÁN
PART II
The balance of payments constraint: trade deficits as a source of risky debt

5 Controversial and novel features of the Eurozone crisis as a balance of payment crisis
SERGIO CESARATTO

6 Unhappy families are all alike: Minskyan cycles, Kaldorian growth, and the Eurozone peripheral crises
ALBERTO BAGNAI

7 The adjustment of current account imbalances within the European Monetary Union since the beginning of the Great Recession: some strengths and many weaknesses
JESÚS PAÚL AND JORGE UXÓ

8 The effects of the great recession of 2008 on the neo-Keynesian development experiences: the cases of Argentina and Brazil
FABIÁN AMICO AND ALEJANDRO FIORITO

PART III
The real side of the economy: the problem of effective demand and the failure of austerity policies

9 Net private savings in relation to the government’s financial balance: some basic principles of macroeconomics disregarded by the European Union’s economic policy makers
KAZIMIERZ LASKI AND LEON PODKAMINER

10 Business investment, growth and crisis
ANA-ROSA GONZÁLEZ, PHILIP ARESTIS AND ÓSCAR DEJUÁN

11 Does the effectiveness of fiscal stimulus depend on economic context?
STEVEN M. FAZZARI

12 Spain during the Great Recession: teetering on the brink of collapse
ELADIO FEBRERO AND FERNANDO BERMEJO

Index