

**BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM**  
**DIVISION OF MONETARY AFFAIRS**  
**FOMC SECRETARIAT**

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**Date:** June 9, 2011  
**To:** Federal Open Market Committee  
**From:** Matthew M. Luecke  
**Subject:** Background Material on DSGE Models

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Background material for the upcoming FOMC special topic discussion of DSGE models is being made available in SDS.

The attached memo by Michael Dotsey, Marco Del Negro, Argia Sbordone, and Keith Sill is the primary background document for the briefing. Michael Dotsey will be making the presentation at the FOMC meeting, and a draft of his presentation will be distributed on Friday, June 17.

Additional background for Research Directors (and others who are interested) is also being made available separately in SDS. This additional material, posted under the SDS heading of “DSGE Models,” includes the following four papers:

- 1.) “FRBNY DSGE Model: Research Directors Draft,” FRBNY DSGE Group
- 2.) “Projections from EDO: Understanding the Current Outlook and the Great Recession in a DSGE Model,” Hess Chung, Michael T. Kiley, and Jean-Philippe Laforte
- 3.) “Detailed Philadelphia (Prism) Forecast Overview,” Michael Dotsey and Keith Sill
- 4.) “Summary of Chicago Fed DSGE Model for Federal Reserve System Researchers,” Jeffrey R. Campbell, Jonas D.M. Fisher, and Alejandro Justiniano