

## Central Banks & Competition Authorities By John Vickers

## **Comments by Dr Alan Bollard** Governor, Reserve Bank of New Zealand

**BIS Conference June 2010** 

## Two Types of Authority

	Monetary	Competition
Role	Price setting	Rule setting
Mechanism	Market	Law
Objective	Stability	Efficiency
Independence	Cyclical manipulation	Political framing
Ultimate judge	Market prices	Legal action
Economics	Macro	Micro

## **Other Issues**

- The question of independence
- Practical considerations

• Stability versus efficiency