

READING LIST

We will update the reading list as we go along, so please check the course website for updates. Starred readings will be discussed in class. Non-starred readings are classics, recent articles on the topic or -in the case of textbooks- alternative readings. I will only briefly discuss these in class and you are therefore responsible for the global content but not for the details of these readings.

1. Data and National Accounts Definitions (Canova, 1 lecture)

* Miles and Scott: Macroeconomics. Understanding the wealth of the nations, Wiley, chapters 1, 2,4

2. Development Accounting (Canova, 2 lectures)

*Caselli, Francesco (2011). Technology Differences over Time and Space. CREI lectures in Macroeconomics.

* De Long, Bradford (2000) Cornucopia: The pace of economic growth in the 20th century, NBER 7602.

*Krugman, Paul (1994) The Myth of the Asian Miracle, Foreign Affairs, 73, 62-98.

3. The Solow and Cass-Koopmans growth models (Canova, 3 lectures)

Romer, David (2006). Advanced Macroeconomics, 3d ed, chapters 1-3

Barro, Robert J. and Xavier Sala-i-Martin (1995). Economic Growth.

* Dollar, David and Kraay, Aart (2003) Growth is good for the poor, Journal of Economic growth,

4. Business cycles (Van Rens, 1 lecture)

*Stock, James H. and Mark W. Watson (1999). Business Cycle Fluctuations in U.S. Macroeconomic Time Series. In: John B. Taylor and Michael Woodford (eds), Handbook of Macroeconomics, volume 1A, pp.3-64 (also NBER WP 6528).

Agresti, Anna-Maria, and Benoît Mojon (2001): "Some Stylized Facts on the Euro Area Business Cycle" in I. Angeloni, A. Kashyap, and B. Mojon eds., Monetary Policy Transmission in the Euro Area, Cambridge University Press. (also ECB WP #95)

Kydland, Finn, and Edward C. Prescott (1990): "Business Cycles: Real Facts and a Monetary Myth," Quarterly Review, Federal Reserve Bank of Minneapolis

Jordi Gali (1999). Technology, Employment, and the Business Cycle: Do Technology Shocks Explain Aggregate Fluctuations? American Economic Review, 89(1), pp. 249-271

Jonas D. M. Fisher (2005). The Dynamic Effects of Neutral and Investment-Specific Technology Shocks, Working paper.

*Stock, James, and Mark W. Watson (2005): "Understanding Changes in International Business Cycle Dynamics" Journal of the European Economic Association, September 2005, v. 3, iss. 5, pp. 968-1006

Ramey, Garey, and Valerie A. Ramey (1995): "Cross-Country Evidence on the Link Between Productivity and Growth," American Economic Review, vol. 85, no. 5., 1138-1151

Backus, David K., Patrick J. Kehoe (1992): "International Evidence on the

Historical Properties of Business Cycles," *American Economic Review* 82, 864-888.

Stock, James, and Mark W. Watson (2002): "Has the Business Cycle Changed and Why?," *NBER Macroeconomics Annual 2002*, MIT Press. (also NBER WP #9127).

5. The RBC model (Van Rens, 3 lectures)

*David Romer (1996). *Advanced Macroeconomics*, chapter 4

Kydland, Finn E. and Edward C. Prescott (1982). Time to Build and Aggregate Fluctuations. *Econometrica*, 50(6), pp.1345-1370.

*King, Robert G. and Sergio T. Rebelo (1999). Resuscitating Real Business Cycles. In: John B. Taylor and Michael Woodford (eds), *Handbook of Macroeconomics*, volume 1B, pp.927-1007.

*Hall, Robert E. (1997). Macroeconomic Fluctuations and the Allocation of Time. *Journal of Labor Economics*, 15(1), pp.S223-S250.

6. Unemployment (Van Rens, 4 lectures)

*Richard Rogerson, Robert Shimer and Randall Wright (2005). Search Theoretic Models of the Labor Market. *Journal of Economic Literature*, 43 (4): 959-988, sections 1-4.3

Christopher Pissarides (2000). *Equilibrium Unemployment Theory*, 2nd edition. Cambridge: MIT Press, chapter 1

*Robert Shimer (2005). The Cyclical Behavior of Equilibrium Unemployment and Vacancies, *American Economic Review*, 95(1): 25-49.

Marcus Hagedorn and Iourii Manovskii (2007). The Cyclical Behavior of Equilibrium Unemployment and Vacancies Revisited, working paper

Eva Nagypal and Dale Mortensen (2007). More on Unemployment and Vacancy Fluctuations, *Review of Economic Dynamics*, 10(3), pp. 327-347

7. Inflation (Van Rens, 2 lectures)

David Romer (1996). *Advanced Macroeconomics*, chapter 6

*Jordi Galí (2008). *Monetary Policy, Inflation, and the Business Cycle*, chapters 1, 2 and 3

Jordi Galí and Mark Gertler (2007). "Macroeconomic Modeling for Monetary Policy Evaluation," *Journal of Economic Perspectives*, 21(4), pp.25-46

Christiano, Lawrence J., Martin Eichenbaum, and Charles L. Evans (1998). Monetary Policy Shocks: What Have We Learned and to What End? in J.B. Taylor and M. Woodford eds., *Handbook of Macroeconomics*, volume 1A, pp.65-148

Jordi Galí (1999). Technology, Employment, and the Business Cycle: Do Technology Shocks Explain Aggregate Fluctuations?, *American Economic Review*, 89(1), pp.249-271

8. Monetary and Fiscal policy (Canova, 4 lectures)

*Jordi Galí (2008). *Monetary Policy, Inflation, and the Business Cycle*, chapters 4 and 5

* Walsh, Carl (2004) *Monetary theory and Policy*.