ECON 3020: INTERMEDIATE MACROECONOMICS SPRING 2025

Lecture

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| --- | --- | --- | --- | --- |
| Class | Section | Day & Time | Room | Instructor |
| 12052 | 400 - LEC | TR 12:30-1:45 | Gilmer 390 | Westerfield |

**Discussion Sections**

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| --- | --- | --- | --- | --- |
| Class | Section | Day & Time | Room | Instructor |
| 19696 | 406 | Mon 5-5:50 PM | Clinical 2677 | Zhou |
| 19695 | 405 | Mon 6-6:50 PM | Clinical 2677 | Zhou |
| 12903 | 404 | Mon 6-6:50 PM | Cabell 032 | Jiang |
| 12888 | 402 | Mon 7-7:50 PM | Cabell 383 | Jiang |
| 12055 | 403 | Mon 7-7:50 PM | Clinical 2677 | Hong |
| 12948 | 401 | Mon 8-8:50 PM | Clinical 2677 | Hong |

**Instructor: Teaching Assistants:**

Maria Westerfield Seongin Hong ycq6vs@virginia.edu

**Office Hours:** TR 2:15-3 pm Zoom Jiahao Jiang jj8au@virginia.edu

 Eric Zhou xus4ny@virginia.edu

Zoom: MWF TBA (will change around weekly)

Extra Review Sessions TBA before tests

**Phone:** **(**434) 924-3177 Economics Department **TA** **Office Hours:**

**E-mail:** mam2p@virginia.edu (office) Tues 3:30-4:40 PM Elson 146

**Course Description**: Intermediate Macroeconomics is the study of the aggregate economy, or the economy as a whole. While microeconomics examines the choices of individual households and firms, and how government policies can influence these decisions, macroeconomics examines the long-run growth of an entire economy and short-run fluctuations around the long-run growth trend. The field of macroeconomics commenced as a result of the Great Depression. The more recent financial crisis and Great Recession of 2007-2009 in the US, along with the COVID-19 recession – one of the largest historic drops in output and fastest increases in unemployment, has allowed us to witness a very volatile economy in the last 2 decades. Stagnant wage growth in the US has led some current workers to fear that they will not see a higher standard of living than their parents’ generation. Macroeconomic models can be useful to gain a better understanding of this data and these events.

This course initially studies how key macroeconomic variables such as GDP, unemployment, inflation, and interest rates are measured. We then examine how financial markets, factor markets, and goods markets explain the relationships among key economic variables and what problems occur when these variables rise or fall. The long-run growth model can be used to answer such questions as the following: 1) How is real GDP determined in the long run? 2) What are the important factors that contribute to long-run growth? and 3) Why does the standard of living vary across countries and how has it changed over time? Short-run models are used to explain expansions and recessions, as well as to determine the effects of fiscal and monetary policy. We will look at the financial crisis of 2008 and the recent COVID recession, and the extraordinary steps taken by the Federal Reserve and Congress to contain these.

This course should be of interest to students intending to pursue further education or a career in economics, business or finance, government, politics, or foreign affairs, and for those who wish to be well-informed citizens regarding the effects of macroeconomic policies on their lives.

Requirement: Econ 3020 is a required course for the economics major.

Prerequisites: Econ 2020 and Econ 3010 or 3110, or instructor permission.

**Required Textbooks**: Macroeconomics with MyEconLab, 2e, Hubbard, O’Brien, and Rafferty

 Notes Outline, available on Canvas under “Files”

 Additional readings on Canvas under “Files” or website link given in Notes Outline

**Notes Outline:** An outline of the notes will be available on Canvas under the “Files” tab. Please print them out and bring them to class and take your notes on these. It would be helpful to put them in a binder. You will find that taking notes using the outlines will organize your notes and facilitate and expedite the note-taking process. *It will be difficult to keep up with the notes without the outline.*  **Laptops are *strongly discouraged* for note-taking.** You may also print out the files at the UVA Bookstore Copy Center, Phone: 434-924-0519, Email: bookcopy@virginia.edu. This will cost approximately $12 unbound.

**MyEconLab:** With your Inclusive Access, you can connect to MyEconLab. Please use your first and last name to register (no nicknames, as it is harder to record your grade), and enroll in MEL before the first assignment. There will be a sample MEL (not counted towards your grade) due on **Friday, January 24** to accustom you to using MyEconLab. The 6 graded homework (MEL) assignments will all be found on www.myeconlab. MyEconLab can also be used as a study tool for further questions and explanations, and there are additional practice questions under chapter quizzes.

**Lectures & Attendance** There will be two lectures a week of one hour and fifteen minutes each; these will not parrot the reading. You are strongly encouraged to attend and participate every day in class. The lecture is available on Zoom if you contact me ahead of time with an excused absence, and will be recorded for those missing class due to illness/quarantine. Pre-recorded lectures will also be posted (easier to navigate). You will also be graded on participation during your On-Call days (see below). **Attendance will be taken in each class. If you have more than 2 unexcused absences, your overall grade will drop 1% for each additional unexcused absence.** If you have an excused absence (for example: illness, University event, up to 3 interviews, funeral), please email me before the missed class and I will email you the passcode to access Zoom, or you can watch the recorded lecture and not have the grade deduction if you have notified me ahead of time. Experience has shown that there is a strong correlation between attendance and performance. **Please be on time, and please stay the duration of the class.** Late entry into and early exit from the classroom are very disruptive. Please **turn off** cell phones when in class. **No texting in class, please.** Anyone texting will have their On-Call grade lowered. <http://records.ureg.virginia.edu/content.php?catoid=27&navoid=703#atte_in_clas>.

**Discussion Section** Discussion sections will meet on Monday evenings. You should be registered for a discussion section, and are expected to attend. The discussion section will be used to go over homework, tests, and any other questions a student may have on the material. Additionally, on five days (1/27, 2/3, 2/10, 3/24, 4/21), students will work in class on problem sets. You should form a group within your discussion time at the sample problem set (1/27) and exchange contact information, but groups can be flexible for later assignments. For more information, see “Problem Sets” below.

**Office Hours:** On Zoom Tues Thurs 2:15-3 PM – for questions on class material. I will also hold Zoom office hours for the extra credit introductions at varying times during the semester. TAs will hold office hours in person.

**Grades** (individual assignment grades posted on Canvas. Do not rely on Canvas calculations for your running average – calculate this yourself). Final grade = 40% Tests + 8% MEL HW + 5% Questions of the Day + 4% On-Call + 8% Problem Sets + 35% Final = 100%. Grade distribution: A: 90-100; B: 80-89.9; C: 70-79.9; D: 60-69.9; F: below 60. +/- grades will be distributed within these brackets (ie, 86.7-89.9 = B+, 90-93.3 = A-, 93.4 – 96.6 = A, 96.7 – 100 = A+). There is no rounding for the final grade. **Final grades will only be changed if there has been an error in the calculation. Course work cannot be regraded to get extra points once final grades have been submitted. Grading questions/corrections:** Any questions regarding grading corrections must be done within 3 weeks of the date of the assignment/test. There is no regrading for the final exam. Each unexcused absence above 2 will have a 1% deduction from the final grade.

**Tests:** There will be 2 tests, with each test worth 20% of the final grade. The dates for the tests are: **Test 1 Part I Take-home Math/Graph Fri-Mon 2/21-24 and Test 1 Part II Multiple Choice in class Tues, 2/25;** and **Test 2 Part I** **Take-home Math/Graph Fri-Mon, 4/4-7 and Test 2 Part II Multiple Choice in class Tues 4/8.** There will be an untimed open book take-home graph portion with a Friday noon-Mon 5 pm window, and a timed closed book multiple choice and short math portion in class on Tuesday. The multiple choice/short math will be on paper. All times are EST. The **final exam** will have a Part I open book take-home math/graph window block from **Wed, 4/30 – Wed 5/7 at noon.** The final examPart IIwill be closed book comprehensive multiple choice. The total final exam will count 35% towards the final grade (for part II, ~25% of material from test 1 and test 2, with the remaining from the last material). Final exam Part II is **Friday, 5/2 2-5PM**. I cannot give the test earlier, so plan travel accordingly. Students will need a calculator with exponential functions and scrap paper for the tests. There will be no access to the lecture recordings, slides, and MEL assignments while the closed book multiple choice test window is open, you may not ask another person, and you may not consult outside sources (for example, the internet, other books, etc…). **Tests will be pledged**. <http://records.ureg.virginia.edu/content.php?catoid=27&navoid=703#fina_exam>

**Homework/MEL:** There will be 6 graded and 1 sample homework assignments given on approximately a bi-monthly basis on **MyEconLab**. Students may use books, notes, and calculators. The average of 5 homework assignments will count 8% toward the final grade (lowest will be dropped, not including the sample HW). Homework will be posted on MyEconLab, approximately the week before it is due. Late questions may be answered after 11 pm until a deadline announced by email, with a 10% deduction on questions answered after 11 pm. No questions can be answered for credit after the late deadline. A sample homework to accustom students to using the program will be due on **Friday, January 24.** You may use the temporary 2 week subscription to complete the sample, but must have a permanent subscription for the graded MEL. The last signup date for a permanent subscription is Monday 1/27. MEL Due dates are **11 pm**: **Friday, 1/24 (Sample);** 1) **Friday, 1/31; 2) Friday, 2/14; 3) Friday, 3/21; 4) Friday, 3/28; 5) Friday, 4/18; and 6) Friday, 4/25.**

**Problem Sets:** During the discussion section, you will work in groups of 4 on problems relating to current material from class, and ask the TA questions. The problem set will be posted on Collab approximately a week ahead of the class, and you should gather data and try the problems on your own before working with the group. Everyone should print out a copy of the problem set. However, each group will turn in **one** problem set to be graded. ***Make sure the name of everyone in the group is on the problem set that is turned in, providing that everyone has contributed.*** **All groups will submit the problem set via email to their TA by 11 pm on Mondays.** You will email a word doc or pdf of the problem set (photos of graphs can be inserted) to the TA, and cc everyone in your group. The TA will grade the digital copy, and reply all to each group with their graded version. The average of the problems sets will count 8% toward your final grade. The dates for the problems set are: **Monday, 1/27 (Sample);**

**1) Monday, 2/3; 2) Monday, 2/10; 3) Monday, 3/24; and 4) Monday, 4/21.**

**Question of the Day:** After each class, there will be questions from that day’s lecture and possibly the previous lecture posted on Collab under Tests & Quizzes and named after the lecture (ie “QOD Lecture 1”). They will be True/False, Multiple Choice, or Fill in the Blank. A correct answer earns one point; an incorrect attempt earns 0.5 points. These will be due before the next lecture. Questions cannot be answered for credit after the due date. The denominator will be smaller than the numerator for calculating the grade, so that it is possible to earn up to 10% extra credit (or 0.5% of total grade). QOD will count 5% towards your final grade. **QOD will be pledged.**

**On-Call:** After the first day of classes, you will be assigned in alphabetic order to 2 “on-call” days throughout the semester. The On-Call schedule will be posted on Collab. You should be prepared to answer questions in class on the material for that week. Preparing the notes outline ahead of time is your best way of preparing for on-call. You will be graded on your participation and preparedness for those days. On-Call will count 4% towards your final grade. Other students who are not “on call” for a given day are also welcome to engage in classroom discussions and ask questions. If you find you have other major commitments scheduled (ie, a big test or interview) for your on-call day, please contact me as soon as possible to reschedule. If you reschedule after the on-call date has passed without an excused absence or without contacting me, you will receive a deduction. Please contact me if you have severe difficulty with public speaking for an optional assignment.

**Make-up Test/Homework/Assignment:** If you have prior information about missing a class, homework, or test (such as for athletics, religious holidays, field trips,interviews), please contact me as soon as possible about an alternate date to take the test or turn in a homework, or to complete a make-up test, homework, or assignment. For any excused absence, students must satisfy all three of the following conditions in order to be able to turn in a rescheduled homework or test, or take a make-up test and/or homework without penalty: 1) **excused absence:** a student must have a valid excuse (see <http://college.artsandsciences.virginia.edu/absence_regulations> for a list of approved excuses; 2) **proof:** a student must provide proof of the valid excuse (obituary, athletic schedule, confirmation of visit to health care provider/doctor’s note for illness or *pledged* note regarding your illness) within one week of the last date of absence; and 3) **notification:** To be excused the student must notify me in writing (acknowledged e-mail message is acceptable) prior to the date of absence if such notification is feasible. In cases where advance notification is not feasible (e.g. accident, or emergency), please provide notification as soon as feasible. If a student satisfies the three conditions, he/she will be allowed to reschedule or take the make-up test/homework/assignment to count for the missed grade. If a student does not satisfy one or more of the conditions, the student will not be allowed to reschedule or take the makeup and will receive a grade of zero for the missed test/homework/assignment. Students should contact me about an appropriate time to take the make-up test/homework/assignment.

**Canvas:** Notes outlines, any additional readings, grades and announcements will be posted on Canvas.

**How to Calculate Your Grade:** Express your grades as a decimal (78% = .78): (Average of MEL dropping the lowest grade x 8 pts) + (PS#1 \_\_\_\_\_ x 2 pts) + (PS#2 \_\_\_\_\_ x 2 pts) + (PS#3 \_\_\_\_\_ x 2 pts) (PS#4 x 2 pts)+ (Test 1\_\_\_\_\_\_\_x 20 pts.) + (Test 2\_\_\_\_\_\_\_x 20 pts.) + (QOD \_\_\_\_ x 5 pts) + (On-Call) + (FINAL\_\_\_\_\_\_\_\_x 35 pts.) = \_\_\_\_\_\_\_\_/(Total possible pts earned so far\_\_\_\_\_\_\_\_) x 100=GRADE

Extra Credit: There are 3 opportunities for extra credit: 1) Up to 0.5 points on final grade from QOD; 2) 0.25 points on final grade from completing course evaluation; 3) 0.25 points from attending one Zoom office hours meeting to introduce yourself.

**Final Grade:** Your final grade will be comprised of your average of your top 5 MEL homeworks, 4 problem sets, 2 tests, daily quiz average, on-call grade, and final. Your letter grade is assigned depending on how it falls within the distribution outlined above. Once your final grade has been calculated, I cannot regrade work to find extra points, and I cannot and do not change grades unless there is an error in the calculation or the reporting of a grade. I do not offer extra credit to one student that is not offered to the entire class as a whole during the course of the semester. <http://records.ureg.virginia.edu/content.php?catoid=27&navoid=703#grad_syst>

Extensions/Incompletes: Unless authorized by the dean’s office, students must complete all course work before taking the final examination. Instructors are not authorized to extend the time for completion of course work without the dean’s approval.

<http://artsandsciences.virginia.edu/college/grade/grade_system.html#a4>

Extra Help: I encourage you to see me as early as possible if you feel you are falling behind. Tutors are also available through the Economics Department. <http://artsandsciences.virginia.edu/economics/undergrad/tutoring/index.html>

*The Americans with Disabilities Act (ADA) is a federal anti-discrimination statute that provides comprehensive civil rights protection for persons with disabilities. Among other things, this legislation requires that all students with disabilities be guaranteed a learning environment that provides for reasonable accommodation of their disabilities. For more specific information about services and policies, including guidelines and forms for documentation, see the SDAC website at*  [*http://www.virginia.edu/studenthealth/sdac/sdac.htmll*](http://www.virginia.edu/studenthealth/lnec.html)*. The SDAC can be reached by telephone at: 434-243-5180  (voice); 434-465-6579 (video phone); and 434-243-5188 (fax).* [*http://records.ureg.virginia.edu/content.php?catoid=27&navoid=703#acco\_for\_stud*](http://records.ureg.virginia.edu/content.php?catoid=27&navoid=703#acco_for_stud)

Honor Code: Students may work together on problem sets, which do not need to be pledged. Students may refer to books and notes for the MEL homework, which is also not pledged. Tests and the Question of the Day should be each student’s individual effort, and will be pledged. For additional information, please visit: <http://records.ureg.virginia.edu/content.php?catoid=27&navoid=700> .

For more information on plagiarism, please visit: <http://www.virginia.edu/honor/documents/PlagiarismSupplementFINAL.pdf>

Pledge: On all tests & papers, the student shall sign the following: “On my honor as a student at UVA, I have neither given nor received aid on this exam/paper.”

Tips for success: Economics is considered quite a difficult course because it involves abstract thinking. You will need to spend considerable time preparing for class, reviewing your notes, and practicing problems.

 How do you know when you know the material?

1) The standard of “knowing” is the ability to explain to others, not to just understand.

2) Deep knowledge means understanding the facts and conclusions (the forest and the trees) and how they are interrelated.

3) Strive for flexible knowledge over rote memorization.

4) Don’t just be *familiar* with the subjects and vocabulary; develop an ability to precisely recall the material.

How to study:

1) Don’t cram. Study over time by keeping up with the reading and exercises.

2) Read or skim chapters before coming to class, then reread after class.

3) Read actively, by taking notes and making an outline, and questioning yourself as you read. Note what you don’t understand.

4) Stay focused and take good notes in class, and try to follow the logic of the explanations.

5) Review your notes after class, and before the next class.

6) Memorize vocabulary, but make sure you understand and can apply it.

7) Be able to replicate graphs (shapes, labeling) and understand them, and apply them when a variable changes.

8) Work through lots of problems such as chapter problems and homework, and ALWAYS draw a picture/graph when you can!

9) Find a study partner or study group and explain concepts to each other.

10) Ask me questions, both in class and at office hours, or via email. There is no such thing as a dumb question.

What you can expect in class:

You will have an opportunity to engage in discussion and classroom examples, but will also be taking notes and learning models. Students who are “on call” should be prepared to answer questions on vocabulary, on the reading for that day (both the textbook, and any additional material), on any questions given in the notes outline, and have a preliminary understanding of graphs from the textbook. Other students who are not “on call” are also welcome to engage in classroom discussions and ask questions. You will take notes on the notes outline from Power Point slides, my explanations, and from student answers.

Approximate Schedule

Below is an *approximate* schedule for topics this semester. Material will likely overlap some days. Look to the notes outlines for actual material covered in class, and refer to where we ended last class. *We will deviate from this schedule:*I will post on Collab what to prepare for in each class, and you are welcome to email me.

**Dates in Bold are Due Dates for Assignments or Test Dates (Red for MEL, Green for Problem Sets, Black for Tests, Blue for Add/Drop/Withdraw Deadlines)**

**Part I: Intro, Measurement, & Growth**

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| --- | --- | --- | --- |
| Date | Lecture  | Topic | Readings |
| Mon 1/13 |  | No Discussion | No Discussion |
| Tues 1/14 | 1 | Go Over Syllabus Intro Material: What Macroeconomics is About | Ch. 1.1: 1-14 |
| Thurs 1/16 | 2 | Measuring the Macroeconomy: GDP**Start On Call Round I** | Ch. 2.1: 25-31<http://www.slate.com/articles/video/slate_v/2011/10/gdp_standard_measure_of_our_economy_but_what_exactly_is_it_.html> “How are the NIPA estimates Used” (Collab)<http://www.npr.org/blogs/money/2012/03/14/148460268/what-america-sells-to-the-world>  |
| Mon 1/20 |  | MLK holiday – no discussion |  |
| Tues 1/21 | 3 | Measuring the Macroeconomy: Circular Flow, Nominal vs. Real | Ch. 2.2: 31-44**QOD starts (posted on Collab)** |
| Thurs 1/23 | 4 | Nominal vs. Real, Inflation & Interest Rates,  | Ch. 2.3: 44-50Podcast:  "The Price of Lettuce in Brooklyn"; Article:  Do We Need Google To Measure Inflation? (Collab under Resources/Readings/Part I).  <http://www.nytimes.com/2016/01/31/world/asia/myanmar-logging-elephants-unemployment.html>  |
| Fri 1/24 |  | Sample MEL due 11 pm | Sample MEL Due by 11 pm  |
| Mon 1/27 | DIS 1 | Last Day to AddLast day to cancel Inclusive Access**Sample Problem Set due via email by 11 pm** | Last Day to AddLast day to cancel Inclusive Access**Sample Problem Set due via email by 11 pm** |
| Tues 1/28 | 5 | UnemploymentThe Aggregate Production Function**Last Day to Drop** | Ch 2.4: 51-53Podcast: "Looking for Work - A History of Unemployment" (Collab under Resources/Readings/Part I).  Ch. 5.1: 147-152**Last Day to Drop** |
| Thurs 1/30 | 6 | A Model of Real GDP in the Long-Run | Ch. 5.1 & 5.2: 152-161<http://www.youtube.com/watch?v=P6CfJYvXno0&feature=related><http://www.youtube.com/watch?v=S4KrIMZpwCY> |
| Fri 1/31 |  | MEL1 Due 11 pm | MEL1 Due 11 pm |
| Mon 2/3 | DIS 2 | **Problem Set 1 via email to TA by 11 pm** | **Problem Set 1 via email to TA by 11 pm** |
| Tues 2/4 | 7 | Why Real GDP per worker varies among countries | Ch. 5.3: 161-164  |
| Thurs2/6 | 8 | Total Factor Productivity & Labor Productivity | Ch. 5.4: 164-170 + “GDP per hour worked” (Collab) |
| Mon 2/10 | DIS 3 | **Problem Set 2 via email to TA by 11 pm** | **Problem Set 2 via email to TA by 11 pm** |
| Tues 2/11 | 9 | Total Factor Productivity & Labor Productivity | GDP per hour worked” (Collab) |

**Part II: Balanced Growth and Markets (Financial Market, Factor Markets)**

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| --- | --- | --- | --- |
| Date | Lecture  | Topic | Readings |
| Tues2/11 | 9 | **Start Part II Material (not on Test 1)**Solow Growth Model | **Start Part II Material (not on Test 1)**Ch. 6.1: 176-80, Appendix 6A: 212-215 |
| Thurs 2/13 | 10 | Labor Force Growth & the Steady State | Ch. 6.2: 180-190 |
| Fri 2/14 |  | **MEL2 Due 11 pm** | **MEL2 Due 11 pm** |
| Mon 2/17 | DIS 4 | Review/Go over PS1 & PS2 |  |
| Tues 2/18 | 11 | Technological Change;Balanced Growth Path, Convergence, and Long-Run Equilibrium; Policies to Promote Growth;Using Real GDP per capita as a Standard of Living | Collab Reading pp 162-164Ch. 6.4-6.5: 193-206Additional Readings on Collab |
| Wed 2/19 |  | **Review Session for Take -Home Math/Graph TBA** | **Review Session for Take -Home Math/Graph TBA** |
| Thurs 2/20 | 12 | The Financial System: Overview & the Role of the Central BankCh 3.3: Calculating Interest Rates; The Market for Money; Different Interest Rates | Ch. 3.1: 64-72 On Your OwnCh. 3.3: 90-95, 87-90Ch 3.3: 95-99 |
| F 2/21 – Mon 2/24 | Test 1**Part I** | **Test 1 Part I Take-home Math/Graph Opens.****Ch 1,2,5. Due Monday by 5 pm on Collab.**  | **Test 1 Part I Take-home Math/Graph Opens.****Ch 1,2,5. Due Monday by 5 pm on Collab** |
| Mon 2/24 | DIS 5 | Review, Go over MEL1 & 2 | **Review** |
| Tues 2/25 | Test 1Part II | **Test 1 Part II Multiple Choice Ch 1,2,5** | **Test 1 Part II Multiple Choice Ch 1,2,5** |
| Thurs 2/27 | 13 | Ch. 4: The Loanable Funds ModelCh 3.2 Financial Intermediaries, Central BankCh 3.2 Financial Crisis  | Ch. 4.4: 130-136; Ch. 3.1-3.2: 73-82Podcast (on Collab/Resources/Readings/Part II) on "The Week America's Economy Almost Died." |
| Mon 3/3 |  | No discussion |  |
| Tues 3/4 | 14 | Ch 3.2 Financial Crisis: Market Failure & ResponseCh. 7: Money & Inflation: (OYO) What is Money, and why do we need it?**Start On Call Round II** | Ch. 3.2 pp 83-87"Planet Money: Anatomy of a Bank Takeover" (Collab/Readings)Ch. 7 + Appendix: Ch 7.1: 216-223 On Your Own |
| Thurs 3/6 | 15 | The Federal Reserve & the Money SupplyAppendix: Money Multiplier | Ch. 7.2: 224-227Ch. 7.Appendix: 255-259 |
| Sun 3/9 |  | Time Change – DST begins(spring forward) | Time Change – DST begins (spring forward) |
| Mon 3/10 |  | **Last Day to Withdraw** | Last Day to Withdraw |
| T & Th 3/11 & 13 |  | **Spring Break ☺** | **Sleep in! Relax!** |
| Mon 3/17 | DIS 6 | Go over Test 1 | Go over Test 1 |
| Tues 3/18 | 16 | The Quantity Theory of Money & InflationThe Relationship Amongst the Growth Rate of Money, Inflation, and Nominal Interest RatesCosts v Benefits of InflationThe Costs of Inflation (OYO)Hyperinflation & Its Causes (OYO) | Ch. 7.3: 227-232Ch. 7.4: 232-236Ch. 7.5: 238, 242-43 + “Low or No Inflation: (on Collab) Ch. 7.5: 236-243 (OYO)Ch. 7.6: 243-245 (OYO) |
| Thurs 3/20 | 17 | The Labor MarketCategories of Unemployment (OYO)The Natural Rate of UnemploymentWhy does unemployment exist? | Ch. 8.1: 260-268Ch. 8.2: 269-275 (OYO)Ch. 8.3: 275-284Ch. 8.4: 284-287 |
| Fri 3/21 |  | **MEL3 Due 11 pm** | **MEL3 Due 11 pm** |
| Mon 3/24 | DIS 7 |

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| **Problem Set 3 via email to TA by 11 pm** | **Problem Set 3 via email to TA by 11 pm** |

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| **Problem Set 3 via email to TA by 11 pm** | **Problem Set 3 via email to TA by 11 pm** |

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 **Part III: Goods Market & Short-Run Issues**

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| --- | --- | --- | --- |
| Date | Lecture  | Topic | Readings |
| Tues 3/25 | 18 | **Start Part III (not on Test 2)**Consumption: Intertemporal ChoiceFactors that determine Consumption | **Start Part III (not on Test 2)**Ch. 16.1: 573-57516.2: 576-591 |
| Thurs 3/27 | 19 | Factors that Determine Private Investment | Ch. 16.3: 591-603 |
| Fri 3/28 |  | **MEL4 Due 11 pm** | **MEL4 Due 11 pm** |
| Mon 3/31 | Disc 8 | Review for Test 2 Part I | Review for Test 2  |
| Tues 4/1 | 20 | Business Cycles: The Short-Run & Long-Run in MacroeconomicsWhat happens during a business cycle? | Ch. 9.1: 294-301Ch. 9.2: 301-315 |
| Wed 4/2 |  | **Review Session for Take -Home Math/Graph TBA** | Review Session for Take -Home Math/Graph TBA |
| Thurs4/3 | 21 | Shocks and Business CyclesThe Expenditure MultiplierA Simple Model of the Business Cycle: Aggregate Demand and Aggregate Supply | Ch. 9.3: 315-319Ch. 9.Appendix: 331Ch. 9.4: 319-324 |
| F 4/4 – Mon 4/7 | Test 2 Part I | **Test 2 Part I Take-home Math/Graph Opens.**Ch 6,3,4.4,7. Due Monday by 5 pm on Canvas.  | **Test 2 Part I Take-home Math/Graph Opens.**Ch 6,3,4.4,7. Due Monday by 5 pm on Canvas |
| Mon 4/7 | Disc 9 | Review for Test 2 Part II | Review for Test 2  |
| Tues 4/8 | TEST 2 Part II | **TEST 2 Part II Multiple Choice** | **Test 2 Part II Multiple Choice: Ch. 6, 3, 4.4, 7** |
| Thurs 4/10 | 22 | Explaining Aggregate Demand: The IS-MP ModelThe IS Curve | Ch. 10.1: 332-345 |
| Mon 4/14 | Dis 10 | Go Over Test 2 | Go Over Test 2 |
| Tues 4/15 | 23 | The MP CurveEquilibrium in the IS-MP Model | Ch. 10.2: 346-353Ch. 10.3: 353-363 |
| Thurs4/17 | 24 | The IS-MP Model & the Phillips CurveThe US Economy 2007-09 | Ch. 11.1: 380-395Ch. 11.2: 396-398Skip Ch. 11.3 |
| Fri 4/18 |  | **MEL5 Due by 11 pm** | **MEL5 Due by 11 pm** |
| Mon 4/21 | DIS11 | **Problem Set 4 via email to TA by 11 pm** | Problem Set 4 via email to TA by 11 pm |
| Tues4/22 | 25 | Monetary Policy in the Short Run:(OYO) The Federal Reserve System(OYO) The Goals of Monetary PolicyMonetary Policy ToolMonetary Policy and the IS-MP ModelLimitations of Monetary Policy(OYO) Central Bank Independence | Ch. 12.1: 412-416 On Your OwnCh. 12.2: 416-418 On Your OwnCh. 12.3: 418-423Ch. 12.4: 424-435Ch. 12.5: 435-444Ch. 12.6: 444-447 On Your OwnSkip Ch. 12.7 |
| Thurs4/24 | 26 | Fiscal Policy in the Short Run:The Goals & Tools of Fiscal PolicyBudget Deficits, Discretionary Fiscal Policy, and Automatic StabilizersThe Short-Run Effects of Fiscal Policy**Make-up On Call**  | Ch. 13.1: 461-467Ch. 13.2: 468-476Ch. 13.3: 476-487 |
| Fri 4/25 |  | **MEL6 Due by 11 pm** | MEL6 Due by 11 pm |
| Mon 4/28 | Disc 12 | Review for Final  | Review for Final  |
| Tues 4/29 | 27 | **Review** |  |
| Wed 4/30 |  | **Final Exam Part I Opens**  | Final Exam Part I Opens  |
| Wed 5/7 |  | **Final Exam Part I Due on Canvas 12 Noon** | Final Exam Part I Due on Canvas 12 Noon |
| Friday 5/2 |  | **Final Exam Part II 2-5 PM** | **Final Exam Part II 2-5 PM** |

Welcome to **ECON 3020-400!** This course will take part in the Inclusive Access program with The UVA Bookstore to provide your course material at a low price.

ALL students enrolled in the class will have immediate access to your digital course materials through UVA Canvas. Your student account will be charged **$112.93 for *Macroeconomics (with MyLab)****.*

This program is optional for students, but you must actively opt-out before the deadline on **Monday January 27th** if you choose not to participate. Opting out will automatically generate a credit for the charged amount that will appear on your SIS student account after a few days. Additionally, you will lose access to your materials.

After January 27th, the charges will be finalized. Due to the special pricing, no refunds can be processed.

This program aims to offer all students accessibility and affordability. If you have any questions regarding the program, please email us at **UVAInclusiveAccess@virginia.edu** **.**

We wish you great success in your studies.

