Week of | Assignment
--- | ---
Aug. 31 | I. Introduction to Macroeconomics
 | -a survey of macro economic theory
 | -concepts and terminology
 | -measurement of income and prices
 | Ch. 1
 | Ch. 2
Sept. 5 | II. Determination of Real Output and the Price Level
 | -the consumption function
 | -the savings function
 | -equilibrium level of income
 | -changes in the equilibrium level of income
 | -the multiplier
 | -government spending
 | -government spending multiplier
 | -government taxation
 | -government taxation multiplier
 | -balanced budget multiplier
 | Ch. 3
 | Sept. 12
 | -spending and the rate of interest
 | -product market equilibrium
 | -introducing money
 | -money market equilibrium
 | -simultaneous equilibrium in the product and money markets
 | Ch. 4
 | Sept. 19
 | -monetary and fiscal policy
 | Ch. 5
 | Sept. 26
 | -introducing prices
 | -natural output and the price level
 | Ch. 6
 | Sept. 30
 | MIDTERM EXAMINATION #1
 | Ch. 1 - Ch. 6
Oct. 3 | III. Inflation and Unemployment
 | -aggregate supply
 | -determination of nominal wage rate
 | -expected price level, wage rate, and short-run supply curve
 | -supply curve with flexible wage rates
 | -fiscal and monetary expansion
 | -supply curve with sticky wage rates
 | Ch. 7
 | Oct. 10
 | -short run Phillips curve
 | -expected price level and anticipated inflation
 | -demand growth
 | -demand inflation
 | Ch. 8
 | Oct. 17
 | -supply inflation
 | -supply shocks
 | -inflation and public policy
 | Ch. 9
 | Ch. 11
ECON 408 - Macro Economics Theory
Page 2

Oct. 24
- unemployment
- frictional unemployment
- structural unemployment
- cyclical unemployment
- natural rate of unemployment
- unemployment and public policy
- the monetarist/nonmonetarist debate

Ch. 10

Oct. 28
MIDTERM EXAMINATION #2

Ch. 7 - Ch. 12

Oct. 31
- the consumption function revisited
- relative income hypothesis
- permanent income hypothesis
- life cycle hypothesis

Ch. 13

Nov. 7
- the investment function
- acceleration hypothesis
- capital output ratio
- user cost

Ch. 14

Nov. 14
- the demand for money
- quantity theory of money
- Keynesian theory of money
- Tobins' Portfolio theory
- Friedman's restatement of the quantity theory

Ch. 15

Nov. 21
- the money supply
- monetary policy
- fiscal policy

Ch. 16

Ch. 17

Nov. 28
- the production function
- changes in factor inputs
- changes in factor productivity

Ch. 18

Dec. 5
- the balance of payments
- exchange rate determinate
- balance of payments adjustments
- balance of payments equilibrium
- international trade and finance policy

Ch. 19

FINAL EXAMINATION Monday, December 12, 3:30-6:30 pm

Ch. 13 - Ch. 19

and comprehensive exam

EXAMINATION POLICY

All examinations are objective including multiple choice and true/false questions. The final examination is composed of two parts. The first part of the final covers chapters 13-19 and is equivalent to a midterm examination. The second part of the final examination is comprehensive covering the entire course. The first part of the final examination is required for all students. For students who have taken all of the examinations, the second part of the final is optional. For those students who choose to take the second part of the final and receive a higher grade than that received on either of the first two midterm exams, the higher grade will be substituted for the lower grade. Students who are unable to take one of the first two midterm examinations due to illness must obtain an excused absence from the professor. Those students are then required to take the second part of the final examination and that grade will be substituted for the midterm examination that was missed. No other make-up examinations will be offered in this course. Please do not request to take an examination at any time other than the time shown in this schedule. An unexcused absence from an examination will count as an F. A student who misses more than one midterm examination will receive an IF in the course.