

ECONOMICS 202A, Part I

Main Textbook: David Romer, *Advanced Macroeconomics*, Third Edition (New York: McGraw-Hill, 2005).

GSI and Instructor Office Hours: Gewei Wang, office hours TBA.

READING LIST

I. Long-Run Growth: The Solow Model and Growth Accounting

David Romer, Third Edition, Chapter 1.

Robert E. Hall and Charles I. Jones, “Why Do Some Countries Produce So Much More Output per Worker than Others?” *Quarterly Journal of Economics*, February 1999, pp. 83-116.

Maurice Obstfeld and Kenneth Rogoff, *Foundations of International Macroeconomics* (Cambridge: MIT Press, 1996), pp. 430-440.

Edmund S. Phelps, “The Golden Rule of Accumulation: A Fable for Growthmen,” *American Economic Review*, September 1961, pp. 638-643.

Robert M. Solow, “A Contribution to the Theory of Economic Growth,” *Quarterly Journal of Economics*, February 1956, pp. 65-94.

II. Long-Run Growth: The Ramsey-Cass-Koopmans Model

David Romer, Third Edition, Chapter 2, Part A.

Robert J. Barro and Xavier Sala-i-Martin, *Economic Growth*, Second Edition (Cambridge: MIT Press, 2004), Chapter 2 and Appendix A.3 (at end of book).

Robert J. Barro. “Laibson Meets Ramsey in the Neoclassical Growth Model.” *Quarterly Journal of Economics*, November 1999, pp. 1125–1152.

Olivier J. Blanchard and Charles M. Kahn, “The Solution of Linear Difference Models under Rational Expectations,” *Econometrica*, September 1980, pp. 1305-1311.

Maurice Obstfeld, "Dynamic Optimization in Continuous-Time Models (A Guide for the Perplexed)," manuscript, UC Berkeley, April 1992. Available at: <http://www.econ.berkeley.edu/~obstfeld/ftp/perplexed/cts4a.pdf>

Maurice Obstfeld and Kenneth Rogoff, *Foundations of International Macroeconomics* (Cambridge: MIT Press, 1996), pp. 440-445.

Martin Weitzman, *Income, Wealth, and the Maximum Principle* (Cambridge, MA: Harvard University Press, 2003).

III. Overlapping Generations: Growth, Dynamic Efficiency, and Public Debt

David Romer, Third Edition, Chapter 2, Part B.

Andrew B. Abel, N. Gregory Mankiw, Lawrence H. Summers, and Richard J. Zeckhauser, "Assessing Dynamic Efficiency: Theory and Evidence," *Review of Economic Studies*, January 1989, pp. 1-19.

Robert J. Barro, "Are Government Bonds Net Wealth?" *Journal of Political Economy*, November/December 1974, pp. 1095-1117.

Olivier J. Blanchard, "Debts, Deficits, and Finite Horizons," *Journal of Political Economy*, April 1985, pp. 223-247.

Peter A. Diamond, "National Debt in a Neoclassical Growth Model," *American Economic Review*, December 1965, pp. 1126-1150.

Maurice Obstfeld and Kenneth Rogoff, *Foundations of International Macroeconomics* (Cambridge: MIT Press, 1996), pp. 445-448.

Paul A. Samuelson, "An Exact Consumption Loan Model of Interest with or without the Social Contrivance of Money," *Journal of Political Economy*, December 1958, pp. 467-482.

Jean Tirole, "Asset Bubbles and Overlapping Generations," *Econometrica*, November 1985, pp. 1499-1528.

IV. Long-Run Growth: Endogenous Growth Theory

David Romer, Third Edition, Chapter 3, Part A.

Charles I. Jones, "Growth and Ideas," in *Handbook of Economic Growth*, Volume 1B, edited by Philippe Aghion and Steven Durlauf (Amsterdam: Elsevier, 2005), pp. 1063-1111.

Michael Kremer, "Population Growth and Technical Change: One Million B.C. to 1990," *Quarterly Journal of Economics*, August 1993, pp. 681-716.

Robert E. Lucas, Jr., "On the Mechanics of Economic Development," *Journal of Monetary Economics*, July 1988, pp. 3-42.

Maurice Obstfeld and Kenneth Rogoff, *Foundations of International Macroeconomics* (Cambridge: MIT Press, 1996), pp. 473-496.

Paul M. Romer, "Endogenous Technical Change," *Journal of Political Economy*, October 1990 (Part 2), pp. S71-S102.

V. International Economics

David Romer, Third Edition, Chapter 5, Section 5.2, "The Open Economy," pp. 231-241.

Ben Bernanke, "Remarks by Governor Ben S. Bernanke: The Global Saving Glut and the U.S. Current Account Deficit," March 10, 2005. Available at: <http://www.federalreserve.gov/boarddocs/speeches/2005/20050414/default.htm>

Rudiger Dornbusch, "Expectations and Exchange Rate Dynamics," *Journal of Political Economy*, December, 1976, pp. 1161-1176.

Paul Krugman, "Has the Adjustment Process Worked?" in *International Adjustment and Financing: The Lessons of 1985-1991*, edited by C. Fred Bergsten (Washington, DC: Institute for International Economics, 1991), pp. 277- 322.

Maurice Obstfeld and Kenneth Rogoff, "The Unsustainable U.S. Current Account Position Revisited," in *G7 Current Account Imbalances*, edited by Richard Clarida (Chicago: University of Chicago Press, 2007), pp. 339-366.

Maurice Obstfeld and Kenneth Rogoff, "Global Imbalances and the Financial Crisis: Products of Common Causes," Proceedings of the Federal Reserve Bank of San Francisco Asia-Pacific Economic Policy Conference, 2010.