Syllabus

1. Real Business Cycles

King and Rebelo, "Resuscitating Real Business Cycles," *Handbook of Macroeconomics*, Vol. 1, 1999, ch. 4

Baxter and King, "Fiscal Policy in General Equilibrium," AER, June 1993

Christiano and Eichenbaum, "Current Real-Business-Cycle Theories and Aggregate Labor-Market Fluctuations," AER, June 1992

Boldrin, Christiano and Fisher, "Habit Persistence, Asset Returns, and the Business Cycle," AER, March 2001

Cogley and Nason, "Output Dynamics in Real-Business-Cycle Models," AER, June 1995

Rotemberg and Woodford, "Real-Business-Cycle Models and the Forecastable Movements in Output, Hours, and Consumption," AER, March 1996

2. Labor Adjustment

Lilien and Hall, "Cyclical Fluctuations in the Labor Market," *Handbook of Labor Economics, Vol. II*, 1986, ch. 17

Davis, Haltiwanger and Schuh, Job Creation and Destruction, 1996, chs. 1,2,5

Mortensen and Pissarides, "Job Creation and Job Destruction in the Theory of Unemployment," *REStud*, July 1994

Den Haan, Ramey and Watson, "Job Destruction and Propagation of Shocks," AER, June 2000

Barlevy, "The Sullying Effect of Recessions," REStud, Jan. 2002

Ramey and Watson, "Contractual Fragility, Job Destruction, and Business Cycles," *QJE*, Aug. 1997

3. Money and Nominal Rigidity

Blanchard and Fischer, Lectures on Macroeconomics, 1989, chs. 4,8

Walsh, Monetary Theory and Policy, 1998, chs. 1-3,5

Chari, Kehoe and McGrattan, "Sticky Price Models of the Business Cycle: Can the Contract Multiplier Solve the Persistence Problem?" *Econometrica*, Sept. 2000 Fuhrer and Moore, "Inflation Persistence," *QJE*, Feb. 1995

Galí and Gertler, "Inflation Dynamics: A Structural Econometric Analysis," *JME*, Oct. 1999