Name: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Delete this before using. Task 3A did not work well. Needs more structure for group assignment.

Barreto

Macro Topics

ISLM Comparative Statics and Policy Responses

Open your Word doc with your answers for Tasks 3A, 3B, and 3C.

Task 3A: Present the variable you tried to randomize to your group. Does anyone have a variable that they think produced behavior like a real economy? If so, report it below.

Task 3B: Explain your random economy and policy moves you made to your group. Below, write up the results of the other members of your group. Identify the person and G, T, and Ms moves that were made.

Discuss with your group what makes policy harder in the real world than the *blackboard economics[[1]](#footnote-1)* we’re doing here. Make a list below of the factors facing Janet Yellen that prevent her from setting Y = YF.

Task 3C: So, which is better for the Fed, elastic or inelastic Md? Why?

Questions?

HW: Watch screencast 3D and complete the task by noon Fri in ISLM.xls.

1. You may never have heard of this term. If you are interested in learning about it, do a quick search of “blackboard economics” and you will instantly find out who said it and what it means. [↑](#footnote-ref-1)