

Monetary Policy Syllabus
Department of Economics
ECON 3426 Winter 2025

Dalhousie University acknowledges that we are in Mi'kma'ki, the ancestral and unceded territory of the Mi'kmaq People and pays respect to the Indigenous knowledges held by the Mi'kmaq People, and to the wisdom of their Elders past and present. The Mi'kmaq People signed Peace and Friendship Treaties with the Crown, and section 35 of the Constitution Act, 1982 recognizes and affirms Aboriginal and Treaty rights. We are all Treaty people.

Dalhousie University also acknowledges the histories, contributions, and legacies of African Nova Scotians, who have been here for over 400 years.

Course Instructor(s)

| Name | Email | Office Hours |
|--------------|----------------|--|
| James McNeil | mcneilj@dal.ca | Tuesdays 9 - 11, room C23 Economics Department |

Course Description

Assuming a basic knowledge of monetary institutions and macroeconomics, a critical analysis of the objectives and effectiveness of monetary policy is developed. Particular attention is given to the Canadian experience and the effectiveness of Canadian policy.

Course Prerequisites

ECON 2201, ECON 2326 with minimum grades of C

Course Exclusions

ECON 4426

Student Resources

Students are welcome to attend my office hours, the time and location of which are noted above. I am also happy to answer your questions by email.

Course Structure

Course Delivery

In person. Lectures will not be recorded.

Lectures

Mondays and Wednesdays from 8:35 am to 9:55 am in McCain room 2102.

Course Materials

The recommended textbook for this course, available through the Dalhousie University Bookstore, is:

[The Economics of Money, Banking and Financial Markets](#), by Frederic Mishkin and Apostolos Serletis, Pearson Canada, eighth Canadian Edition.

Additional readings will be posted to the course Brightspace page.

Assessment

Assignments

The final assignment is due on April 7th and is worth 25% of your final grade. You will also deliver a presentation of this work, which will be worth an additional 10% of your final grade. Presentations will be held in the final two weeks of class.

Tests/quizzes

The midterm exam will be held in class on February 10th and is worth 25% of your final grade.

*If your grade on the final exam is higher than your score on the midterm, we will shift the weight of the midterm to your final exam grade.

Final exam

The final exam will be held during the scheduled exam period and is worth 40% of your final grade. Students must earn a passing grade on the final exam in order to pass the course.

Conversion of numerical grades to final letter grades follows the

[Dalhousie Grade Scale](#)

| | | | |
|-------------|------------|------------|-----------|
| A+ (90-100) | B+ (77-79) | C+ (65-69) | D (50-54) |
| A (85-89) | B (73-76) | C (60-64) | F (0-49) |
| A- (80-84) | B- (70-72) | C- (55-59) | |

Course Policies on Missed or Late Academic Requirements

Students who are unable to write the midterm exam because of illness will need to complete and submit the Student Declaration of Absence form to me by email prior to the start of the exam. The weight of the midterm will then be transferred to the final exam. There will be no make-up midterm exam.

Students who are unable to write the final exam because of illness must notify the instructor prior to the start of the exam. They will then write a make-up exam to be scheduled at a later date.

Late assignments will be deducted a full letter grade for each late day past the due date. Assignments submitted more than five days after the due date will receive a grade of zero.

Course Policies related to Academic Integrity

I expect that you will complete your work on your own, without relying on generative AI or large language models like ChatGPT. Plagiarism software may also be used to ensure academic integrity.

Learning Objectives

By the end of the course, students will:

- Understand the general goals and implementation of monetary policy in Canada
- Develop an understanding of conventional and unconventional monetary policies from both a theoretical and practical perspective
- Be able to use monetary theory to explain how monetary policy influences real and nominal variables

Course Content

The meaning and behaviour of interest rates
The risk and term structure of interest rates
Quantity theory and the money supply process
Keynesian monetary theory
Expectations and the Lucas Critique
The New Keynesian model
Monetary policy transmission mechanisms
Monetary policy frameworks
Conventional monetary policy
Unconventional monetary policy

Monetary policy response to COVID-19

University Policies and Statements

Recognition of Mi'kmaq Territory

Dalhousie University would like to acknowledge that the University is on Traditional Mi'kmaq Territory. The Elders in Residence program provides students with access to First Nations elders for guidance, counsel, and support. Visit or e-mail the Indigenous Student Centre at 1321 Edward St or elders@dal.ca. Additional information regarding the Indigenous Student Centre can be found at: https://www.dal.ca/campus_life/communities/indigenous.html

Internationalization

At Dalhousie, 'thinking and acting globally' enhances the quality and impact of education, supporting learning that is "interdisciplinary, cross-cultural, global in reach, and orientated toward solving problems that extend across national borders." Additional internationalization information can be found at: <https://www.dal.ca/about-dal/internationalization.html>

Academic Integrity

At Dalhousie University, we are guided in all our work by the values of academic integrity: honesty, trust, fairness, responsibility, and respect. As a student, you are required to demonstrate these values in all the work you do. The University provides policies and procedures that every member of the university community is required to follow to ensure academic integrity. Additional academic integrity information can be found at: https://www.dal.ca/dept/university_secretariat/academic-integrity.html

Accessibility

The Student Accessibility Centre is Dalhousie's centre of expertise for matters related to student accessibility and accommodation. If there are aspects of the design, instruction, and/or experiences within this course (online or in-person) that result in barriers to your inclusion, please contact the Student Accessibility Centre (https://www.dal.ca/campus_life/academic-support/accessibility.html) for all courses offered by Dalhousie with the exception of Truro. For courses offered by the Faculty of Agriculture, please contact the Student Success Centre in Truro (<https://www.dal.ca/about-dal/agricultural-campus/student-success-centre.html>)

Conduct in the Classroom – Culture of Respect

Substantial and constructive dialogue on challenging issues is an important part of academic inquiry and exchange. It requires willingness to listen and tolerance of opposing points of view.

Consideration of individual differences and alternative viewpoints is required of all class members, towards each other, towards instructors, and towards guest speakers. While expressions of differing perspectives are welcome and encouraged, the words and language used should remain within acceptable bounds of civility and respect.

Diversity and Inclusion – Culture of Respect

Every person at Dalhousie has a right to be respected and safe. We believe inclusiveness is fundamental to education. We stand for equality. Dalhousie is strengthened in our diversity. We are a respectful and inclusive community. We are committed to being a place where everyone feels welcome and supported, which is why our Strategic Direction prioritizes fostering a culture of diversity and inclusiveness (Strategic Priority 5.2). Additional diversity and inclusion information can be found at: <http://www.dal.ca/cultureofrespect.html>

Student Code of Conduct

Everyone at Dalhousie is expected to treat others with dignity and respect. The Code of Student Conduct allows Dalhousie to take disciplinary action if students don't follow this community expectation. When appropriate, violations of the code can be resolved in a reasonable and informal manner - perhaps through a restorative justice process. If an informal resolution can't be reached, or would be inappropriate, procedures exist for formal dispute resolution. The full Code of Student Conduct can be found at:

https://www.dal.ca/dept/university_secretariat/policies/student-life/code-of-student-conduct.html

Fair Dealing Policy

The Dalhousie University Fair Dealing Policy provides guidance for the limited use of copyright protected material without the risk of infringement and without having to seek the permission of copyright owners. It is intended to provide a balance between the rights of creators and the rights of users at Dalhousie. Additional information regarding the Fair Dealing Policy can be found at:

https://www.dal.ca/dept/university_secretariat/policies/academic/fair-dealing-policy-.html

Originality Checking Software

The course instructor may use Dalhousie's approved originality checking software and Google to check the originality of any work submitted for credit, in accordance with the Student Submission of Assignments and Use of Originality Checking Software Policy. Students are free, without penalty of grade, to choose an alternative method of attesting to the authenticity of their work and must inform the instructor no later than the last day to add/drop classes of their intent to choose an alternate method. Additional information regarding Originality Checking Software

can be found at: https://www.dal.ca/dept/university_secretariat/policies/academic/student-submission-of-assignments-and-use-of-originality-checking-software-policy-.html

Student Use of Course Materials

Course materials are designed for use as part of this course at Dalhousie University and are the property of the instructor unless otherwise stated. Third party copyrighted materials (such as books, journal articles, music, videos, etc.) have either been licensed for use in this course or fall under an exception or limitation in Canadian Copyright law. Copying this course material for distribution (e.g. uploading to a commercial third-party website) may lead to a violation of Copyright law.