

From the Keynesians to the New Keynesians

Pascal Michailat
www.pascalmichailat.org



Great Depression

1930s - 1960s

IS - LM

Provide microfoundations

1970s

Disequilibrium

Unified treatment
of growth & fluctuations

1980s - 2000s

Real Business
cycle

1990s - today

New
Keynesian

Market failures
- Inefficiencies
- Monetary policy