

	Solow	Romer
What does it solve?		
What mechanism creates growth (or changes the size of the economy)?		
What is the concept of equilibrium?		
What happens when we change parameters?		

Solow	Romer
\bar{z}	z_t \bar{z}
\bar{N}	\bar{N} $\bar{\ell}$ $N_{y,t}$ $N_{z,t}$
K_t α γ	

Growth Accounting: If $Y_t = Z_t K_t^\alpha N_t^\gamma$

Then: $g_y = g_z + \alpha g_K + \gamma g_N$