LABOUR ECONOMICS: THEORY ECONOMICS EC2155B-001

Department of Economics Western University

Winter 2024

General Information:

Instructor: Tommas Trivieri

Office: 4062 SSC Phone: 519-661-2111 E-mail: ttrivier@uwo.ca

Office hours: *Mondays 11:30 AM to 1:30 PM Eastern Time (ET)*

- Students can drop into my office located at SSC 4062. If possible, please email me a day in advance with your questions.
- Each student will be allotted a 15-minute time slot unless there are no other students waiting.

Delivery mode: *In-person*

Meeting time(s): Mondays at 2:30 PM to 3:30 PM and Wednesdays 1:30 PM

to 3:30 PM

Classroom: UCC 56

Course website: https://owl.uwo.ca/portal

Undergraduate inquiries: 519-661-3507or SSC Room 4075 or

econugrd@uwo.ca

Registration:

You are responsible for ensuring you are registered in the correct courses. If you are not registered in this course, the Department will not release any of your marks until your registration is corrected. You may check your timetable by using the Login on the Student Services website at https://student.uwo.ca. If you notice a problem, please contact your home Faculty Academic Counsellor immediately.

Prerequisite/Antirequisite Note:

The prerequisite(s) for this course is (are) **Economics 2150A/B**The antirequisite(s) for this course is (are) **Economics 3344A/B and Economics 3345A/B**

(The prerequisites and antirequisites for your course can be found in the Western Calendar at: http://westerncalendar.uwo.ca/Courses.cfm?Subject=ECONOMIC&SelectedCalendar=Live&ArchiveID)

You are responsible for ensuring that you have successfully completed all course prerequisites, and that you have not taken any anti-requisite courses. Lack of prerequisites may not be used as a basis for appeal. If you are found to be ineligible for a course, you may be removed from it at any time and you will receive no adjustment to your fees. This decision cannot be appealed.

If you find that you do not have the course prerequisites, it is in your best interest to drop the course well before the end of the add/drop period. Your prompt attention to this matter will not only help protect your academic record, but will ensure that spaces become available for students who require the course in question for graduation.

Course Description:

Labour economics encompasses the questions of the supply of and demand for labour in the aggregate and of various skills. Alternative approaches to these questions will be discussed as well as their effects on the distribution of earnings and the level of unemployment.

Course Objectives:

The goal of the course is to introduce students to traditional and contemporary topics in labour economics. The class provides students a systematic development of the theory of labour demand, labour supply, and the interaction of labour demand and labour supply that determines wage and employment. This course also aims to investigate reasons for wage differentials to exist among workers and to equip students with knowledge on human capital theory, wage structures across markets, and unemployment. Another purpose of the course is to familiarize students with empirical findings on discussed topics.

Course Learning Outcomes:

By the end of the course, as a successful student, you will be able to:

- 1. Analyze supply and demand behaviors in labour markets and understand how the interaction between supply and demand determines wages and employment.
- 2. Explain why there are wage differentials exist among workers and the wage structures across markets.
- 3. Evaluate the effects of government policies, such as minimum wage laws and income maintenance schemes.
- 4. Apply human capital theory to explain the decision to invest in human capital.
- 5. Explain causes and consequences of unemployment.
- 6. Describe empirical findings on the theory of labour demand, labour supply and their interaction.

Textbook(s) and Course Materials:

Required: Labour Market Economics, 9th edition, by Benjamin, Gunderson, Lemieux, Riddell and Schirle

The physical copy or e-Text can be purchased from Western's Bookstore at: https://bookstore.uwo.ca/textbook-search?campus=UWO&term=W2023B&courses%5B0%5D=001_UW/ECO2155B

Important notes:

- 1. Access to Connect is not required for all assessments.
- 2. I will assign readings and practice questions based on the 9th edition.

Communication:

- Students should check the course OWL site every 24-48 hours
- You should check OWL announcements multiple times per week. You are responsible
 for any announcements made including any changes made to the syllabus as well as
 test date changes.
- For questions related to course content, you should either post them on the OWL forum so that everyone can access answers to questions or ask them during office hours.
- For questions unrelated to course content, you should contact the instructor via email from your UWO email account. You will typically receive a response within 24-48 hours except for weekends and holidays. Please note that I might NOT respond to email such as the following:
 - Any questions about information that are already on this syllabus or elsewhere on OWL such as exam/quiz dates, exam/quiz times, course materials, makeup policy etc. If you have not received a reply to your question, please check the syllabus and OWL.
 - o Requests for extra assignments, reweighting of exams, assignments etc. which are different from what is stated in the course syllabus.
- During office hours, your questions will be answered on first come first served basis. Each student will have a 15-min time slot which can be extended if there are no other students in the waiting room for office hours.

Technical Requirements

- Laptop or computer
- Stable internet connection

For technical support, see the OWL help page or contact Western Technology Services Helpdesk (https://wts.uwo.ca/about-wts/contact.html). Google Chrome or Mozilla Firefox are the preferred browsers for OWL; update your browser frequently.

Assessments and Grading:

Your course grade will be based on two assignments, two midterms, and a final exam as listed on the assessment table below.

Please note that all dates and times are tentative. The Registrar's office will be approving the schedule of all assessments. You will be notified if there are any changes. The exact coverage of material is also tentative and will be confirmed ahead of each assessment.

Assessments	Tentative Date and Time	Tentative Material	Weight
Assignment 1	Due on February 9, 2023	Chapters 1, 2, 3, 4	5%
Assignment 2	Due on March 8, 2023	Chapters 5, 6, 7, 8	5%
Midterm 1	Wednesday, February 14, 2023 2:00 PM to 3:15 PM	Chapters 1, 2, 3, 4	25%
Midterm 2	Wednesday, March 13, 2023 2:00 PM to 3:15 PM	Chapters 5, 6, 7, 8, 9	25%
Final Exam	Set by Office of Registrar	All chapters: 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 12, 16, 17	40%

Important notes:

- All exams are closed book. Nothing is permitted unless they are authorized by the instructor and such authorization must be stated explicitly during the examination
- Tentative Midterm Exam Details: Midterm exams will be held in class during regular class time. They are 75-minute-long. Test timing will be confirmed, and additional test details will be provided one week prior to each test date.
- Tentative Final Exam Details: The Final Exam will be cumulative and will be mixed format. The Final Exam will be scheduled by the Registrar. Once the time and date of the Final Exam is available, it will be announced on OWL.
- Policies regarding missed exams, late assignments:
 - o If you miss any assessments, request academic consideration either through a self-reported absence (SRA) or an absence approved by the Academic Counselling office. Students who miss any assessments must follow Western University's procedures for approval of their absence AND email me no later than 48 hours after the commencement of the exam to receive an accommodation (i.e., make-up exams). Please see the **Please Note Department Policies for Winter 2024** section of this syllabus for details on these procedures. If Western University announces any procedures for the approval of absences during Winter 2024 that supplement or supplant the information provided on this syllabus, please follow those procedures.
 - Missed assessments without illness self-reports or approved, documented official accommodation will be given a mark of zero.
- Missing two or more assessments during the term is likely to result in an inability to meet the course learning outcomes and/or to pass the course.
- If you are a student with a disability and require extra time accommodation, please ensure your accommodation are active on the Accommodated Exams websites for this course 10 days before the assessment. Any accommodations posted there will be applied to your assessment.

Topics Covered and Readings:

Below is the tentative outline for this course with references to book chapters in parentheses. Modifications should be expected.

- 1. Introduction
 - a. Introduction to labour market economics [Ch. 1]
- 2. Labour Supply
 - a. The theory of labour supply [Ch. 2]
 - b. Labour supply and public policy [Ch. 3]
 - c. Labour supply over the life cycle [Ch. 4]
- 3. Labour Demand
 - a. Demand for labour in competitive labour markets [Ch. 5]
 - b. Labour demand, non-wage benefits, and quasi-fixed costs [Ch. 6]
- 4. Wages and employment in a single labour market [Ch. 7]
- 5. Wage differentials
 - a. Compensating wage differentials [Ch. 8]
- 6. Human capital theory and application
 - a. Human capital theory: Applications of human capital theory to education and training [Ch. 9]
- 7. Wage structures across markets [Ch. 10]
- 8. Discrimination and male-female earnings differentials [Ch. 12]
- 9. Unemployment
 - a. Meaning, measurement, and Canada's experience [Ch.16]
 - b. Causes and consequences [Ch. 17]

Professionalism, Privacy and Copyright:

- Students are expected to follow the Student Code of Conduct.
- All lectures and course materials, including slides, presentations, outlines, and similar
 materials, are protected by copyright. Students may take notes and make copies of
 course materials for their own educational purposes only.
- Students may not record lectures, reproduce (or allow others to reproduce), post or distribute lecture notes, assessments, or any other course materials publicly and/or for commercial purposes without written consent of the instructor.

Tips on How to Be Successful in this Class:

Students in this class should understand the level of autonomy and self-discipline required to be successful.

- Make it a daily habit to log onto OWL to ensure you have seen everything posted to help you succeed in this class.
- Take notes as you go through the lesson material. Keeping handwritten notes or notes in a regular Word document will help you learn more effectively than just reading or watching.

- Connect with others. Try forming a study group and meet on a weekly basis for study and peer support.
- Do not be afraid to ask questions. If you have questions or are struggling with a topic, contact your instructor(s) and or teaching assistant(s).

Please Note Department & University Policies for Winter 2024

The University expects all students to take responsibility for their own Academic Programs. Students should also check their registration to ensure they are enrolled in the correct courses.

- 1. **Guidelines, policies, and your academic rights and responsibilities** are posted online in the current Western Academic Calendar at: http://westerncalendar.uwo.ca. Claiming that "you didn't know what to do" is not an acceptable excuse for not following the stated policies and procedures.
- 2. Students must familiarize themselves with the "Rules of Conduct for Examinations" http://www.uwo.ca/univsec/pdf/academic_policies/exam/administration.pdf.
- 3. Cheating as an academic offence: Students are responsible for understanding what it means to "cheat." The Department of Economics treats cheating incidents very seriously and will investigate any suspect behavior. Students found guilty will incur penalties that could include a failing grade or being barred from future registration in other Economics courses or programs. The University may impose further penalties such as suspension or expulsion.
- 4. **Plagiarism:** Students must write their essays and assignments in their own words. When taking an idea/passage from another author, it must be acknowledged with quotation marks where appropriate and referenced with footnotes or citations. Plagiarism is an academic offence (see Scholastic Discipline for Undergraduate Students in the Western Calendar at http://westerncalendar.uwo.ca/PolicyPages.cfm?Command=showCategory&PolicyCategoryID=1&SelectedCalendar=Live&ArchiveID=#Page_20).

Western University uses software to check for plagiarism and students may be required to electronically submit their work. Those found guilty will be penalized as noted in point 3.

- 5. It is a Department of Economics policy that **NO** assignments be dated, stamped, or accepted by staff. Students must submit assignments to the instructor.
- 6. **Appeals**: University policies and procedures for appealing a mark can be found in the Student Academic Appeals section in the current Western Academic Calendar at: http://westerncalendar.uwo.ca/PolicyPages.cfm?Command=showCategory&PolicyCategoryID=1&SelectedCalendar=Live&ArchiveID=#Page_14. **Please note the relevant deadlines.**

Department of Economics procedures for appealing a mark can be found here: https://economics.uwo.ca/undergraduate/program_counselling/responsibilities_policies.ht ml#appeals. The Department will not consider an appeal unless an attempt has been made to settle the matter with the instructor first. Students who remain dissatisfied with the outcome may proceed to submit an appeal to econugrd@uwo.ca. Please follow the instructions and use the appeal form shown in the above link.

- 7. **Systematic adjustments of a class grade distribution** (either up or down) can occur in Economics courses. The fact that grades have been adjusted is **not** grounds for an appeal.
- 8. Note the following add and drop deadlines:
 - Deadline to <u>ADD OR DROP</u> a second term full or half course: **January 16, 2024**
 - Deadline to WITHDRAW from a second term full or half course: March 7, 2024

Policy Regarding Makeup Tests and Final Examinations

Faculty of Social Science policy states that oversleeping or misreading an exam schedule is NOT grounds for a makeup. This rule applies to midterm and final exams in the Department of Economics.

Policies Regarding Academic Accommodation

- Academic accommodation will not be granted automatically on request. Students must
 demonstrate by documentation that there are compelling medical or compassionate
 grounds before academic accommodation will be considered. The Faculty of Social
 Science's policies on academic accommodation are found at
 https://counselling.ssc.uwo.ca/procedures/academic consideration.html
- Accommodation for Students with Disabilities: Students with disabilities or accessibility challenges should work with Accessible Education (formerly SSD, see http://academicsupport.uwo.ca/accessible_education/index.html), which provides recommendations for accommodation based on medical documentation or psychological and cognitive testing. The accommodation policy can be found here: Academic Accommodation for Students with Disabilities.
- Rewriting Exams and Retroactive Reweighting are NOT Permitted: Students who proceed to write a test or examination must be prepared to accept the mark. Rewriting tests or examinations, or retroactive reweighting of marks, is **not** permitted. Students must also book travel arrangements AFTER final exam dates have been posted as they must not conflict with tests or final exams.
- Unless medically incapable of doing so, students must notify their instructor prior to the test date or at least within **24 hours** when requesting a makeup exam. Failure to follow this procedure may result in denial of academic accommodation and a grade of zero. Students should also set up an appointment as soon as possible to meet with their instructor. If the instructor is not available, send an email message to the instructor, copying the Undergraduate Coordinator at econugrd@uwo.ca. Notifying instructors of a missed exam does not automatically entitle students to a makeup.

- For medical illnesses, students may consult Student Health Services and request a Student Medical Certificate from the physician. If assessed by an off-campus doctor, students must obtain a certificate from his/her office at the time of the visit/assessment. Student Medical Certificate (SMC) is available here:
 https://www.uwo.ca/univsec/pdf/academic_policies/appeals/medicalform.pdf
- **Documentation for Accommodation:** Individual instructors are not permitted to receive documentation directly from a student, whether in support of an application for consideration on medical grounds or for other reasons.
- Western University policy on Consideration for Student Absence is available here: https://counselling.ssc.uwo.ca/procedures/probation_rtw/appeals.html
- **Religious Accommodation:** Students should consult the University's list of recognized religious holidays and should give <u>reasonable notice in writing</u>, <u>prior to the holiday</u>, to the Instructor and an Academic Counsellor if their course requirements will be affected by a religious observance. Additional information is given in the <u>Western Multicultural Calendar</u>.

Policy Regarding Class Attendance and Engagement:

If the instructor deems a student's attendance or engagement in the class to be unsatisfactory, that student may be prohibited from writing the final examination. Examples of unsatisfactory class engagement include frequent absences from an in-person or synchronous online class, lack of assignment submissions, and inadequate use of online course materials. Instructors who intend to make use of this policy will notify the student in advance.

Statement on Mental Health and Support Services:

Students under emotional/mental distress should visit http://uwo.ca/health/mental_wellbeing/ for more information and a complete list of resources on how to obtain help.

Statement on Remote Proctoring:

While Western intends to hold most classes, mid-terms, and finals in person, the London-Middlesex Health unity may require western to teach in a remote format. If this occurs, all assessments will be done remotely and may involve the use of remote proctoring software (i.e., Proctorio, ProctorTrack). Instructors will provide information on the details should the need arise.