

# Workshop in honour of Victoria Chick (1936 – 2023)

Post-Keynesian Economics Society



# Revolution of Method or the Demise of Macroeconomics: a Binary Dilemma

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Purposes IIPP/UCL

Talk Structure (but before: help)

- Intro – Macroeconomics Today (graduate level)
- Victoria Chick: Keynesian Revolution → revolution of method
- Conclusion
- Obs: students

## MACROECONOMICS

**Incomplete draft**

*Marina Azzimonti, Per Krusell,  
Alisdair McKay, and Toshihiko Mukoyama*

with

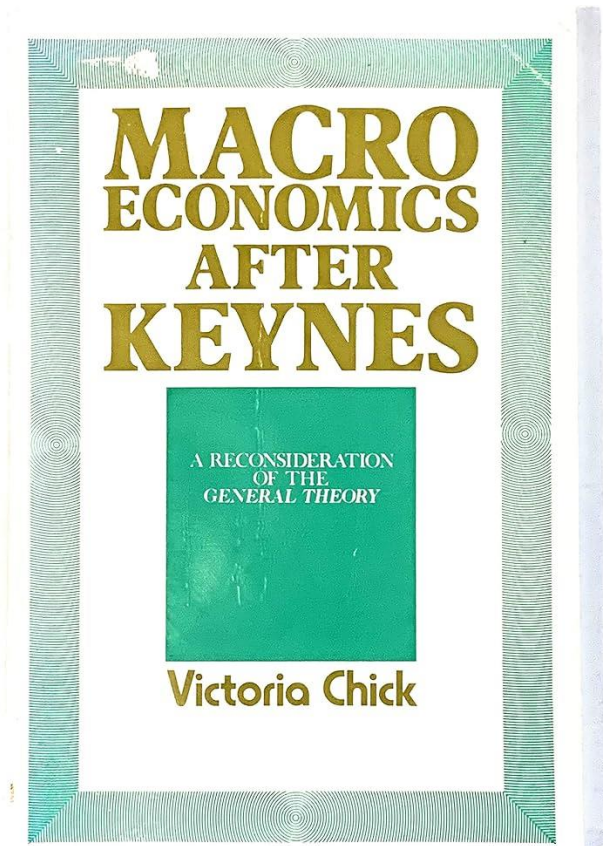
*Timo Boppart, Giancarlo Corsetti, Luca Dedola, John Hassler,  
Juan Carlos Hatchondo, Jonathan Heathcote, Andreas Hornstein,  
Pete Klenow, Simon Lloyd, Leo Martinez, Kurt Mitman, Conny Olovsson,  
Monika Piazzesi, Vincenzo Quadrini, Morten Ravn, Richard Rogerson,  
Víctor Ríos-Rull, Ayşegül Şahin, Martin Schneider,  
Kjetil Storesletten, and Gianluca Violante*

April 2024

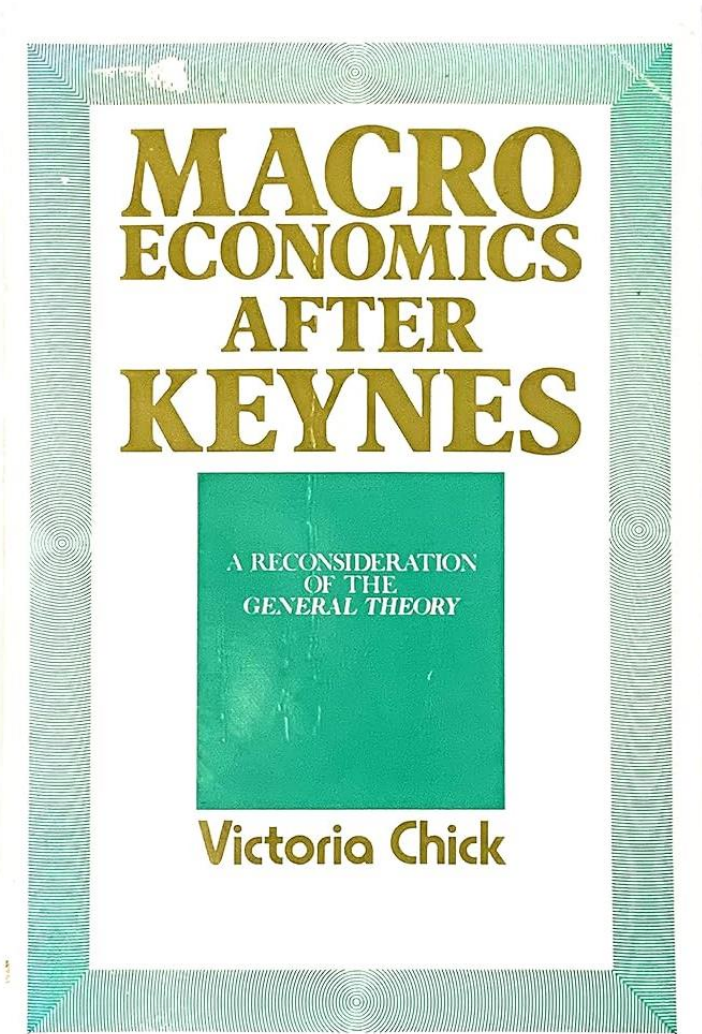
# Macroeconomics Today

# Keynesian Revolution is a revolution of method

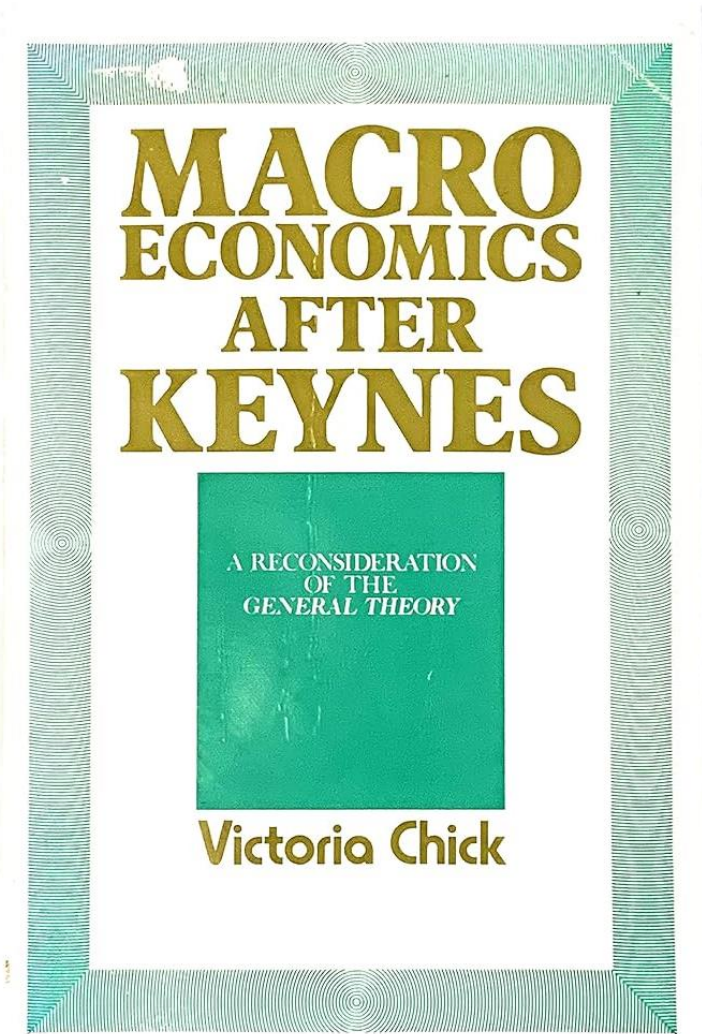
- Lack of monetary theory of production
  - Implications:
    - Self-righting mechanism
    - Money neutrality
    - Stable level (money, time and uncertainty)
    - Stability Problem
- Has macroeconomics solved the stability problem?



**PS: HANK MODEL: those who cannot solve the stability problem, duck the coordination question.**



**“I feel strongly that the current practice of separating one’s audience, reserving new thinking for the professionals and giving students only what is generally accepted, is both patronising to students and inimical to the vitality and progress of our subject”  
(Victoria Chick, 1983)**



# Thank you!

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