

ECON 312: Economics of Globalization
Fall Semester, 2006-2007

Joseph P. Joyce
Room 413 PNE
Department of Economics
Wellesley College
Tel: 781-283-2160
E*mail: JJoyce@wellesley.edu

Goals: The process of globalization has aroused great controversy. This course examines the reasons for the integration across borders of the markets in goods and the factors of production, and the consequences of these trends. In the first part of the course we discuss the history of globalization and the emergence of international public goods. Next we analyze the consequences of international trade, the migration of labor, and global financial flows. We then examine the implications of globalization for growth and poverty, the environment and governance.

Prerequisites: The prerequisites for the course are ECON 201 and 203.

Readings: The main text for the course is:

Lomborg, *Global Crises, Global Solutions*

The other readings are available at the Knapp Reserve Desk or through electronic reserves.

Requirements: The course grade will be determined by the results of four short papers (15% each), a joint presentation (15%), class participation (5%) and a final paper (20%).

Class Conference and Blogs: We have a FirstClass conference that we will use to post announcements, answer questions, etc. In addition, there are several blogs with relevant material, such as *Managing Globalization*, the blog of Daniel Altman of the *International Herald Tribune*, and *Yale Global Online*.

Office Hours: Wednesdays from 10 – 11 a.m. and Thursdays from 2 – 3 p.m.

Honor Code: All members of the course are expected to adhere to the Honor Code of Wellesley College.

I.	Introduction	9/5, 9/8, 9/12
	1. Background	
	2. History	
	Frieden, 2006, <i>Global Capitalism</i>	
	Bordo, Eichengreen and Irwin, 1999, "Is Globalization Today Really Different Than Globalization a Hundred Years Ago?" in Martin Richardson (ed.), <i>Globalisation and International Trade Liberalisation</i> , Ch. 3	
II.	IPGs and IGOs	9/15, 9/19
	1. International Public Goods	
	2. Intergovernmental Organizations	
	Kaul, Grunberg and Stern, 1999, "Defining Global Public Goods," in Kaul, Grunberg and Stern (eds.), <i>Global Public Goods</i>	
	Sandler, 2004, <i>Global Collective Action</i> , Ch. 2	
	Conflicts (Lomborg, Ch. 3)	9/22
	FIRST PAPER	9/29
III.	Trade	9/26, 9/29, 10/3
	1. Comparative Advantage	
	2. Trade Restrictions	
	3. Trade Policies	
	Salvatore, 2005, <i>Introduction to International Economics</i> , Chs. 3.2-3.6, 4.2-4.5, 5.2-5.5, 6	
	Goldin and Reinert, 2006, <i>Globalization for Development</i> , Ch. 3	
	Barriers to Trade (Lomborg, Ch. 10)	10/6
	FALL BREAK	10/10
IV.	Immigration	10/13
	Salvatore, 2005, <i>Introduction to International Economics</i> , Ch. 9.10, Appendix 9.2	
	Goldin and Reinert, 2006, <i>Globalization for Development</i> , Ch. 6	
	Migration (Lomborg, Ch. 8)	10/17

V.	Finance	10/20, 10/27, 10/31, 11/3, 11/7
	1. Exchange Rates	
	2. Currency Unions	
	3. Balance of Payments	
	4. Capital Flows and Crises	
	5. IMF	
	Salvatore, <i>Introduction to International Economics</i> , 2005, Chs. 11.2-11.3, 11.5, 15, 10	
	Isard, <i>Globalization and the International Financial System</i> , 2005, Chs. 2 - 5	
	Goldin and Reinert, 2006, <i>Globalization for Development</i> , Ch. 4	
	TANNER CONFERENCE	10/24
	SECOND PAPER	10/27
	Financial Instability (Lomborg, Ch. 5)	11/10
VI.	Growth and Poverty	11/14, 11/17
	Salvatore, <i>Introduction to International Economics</i> , 2005, Ch. 8	
	Williamson, "Did the Washington Consensus Fail?" 11/6/02	
	Dollar, 2005, "Globalization, Poverty, and Inequality" in Weinstein (ed.), <i>Globalization: What's New</i> , Ch. 5	
	Goldin and Reinert, 2006, <i>Globalization for Development</i> , Ch. 2	
	THIRD PAPER	11/20
	Malnutrition and Hunger (Lomborg, Ch. 7)	11/21
	THANKSGIVING	11/24
VII.	Environmentalism	11/28
	Frankel, 2005, "The Environment and Economic Globalization," in Weinstein (ed.), <i>Globalization: What's New</i> , Ch. 6	
	Climate Change (Lomborg, Ch. 1)	12/1
VIII.	Governments	12/5
	De la Dehesa, 2006, <i>Winners and Losers in Globalization</i> , Chs. 6, 7	
	Governance and Corruption (Lomborg, Ch. 6)	12/12

IX. Criticisms and Caveats 12/8

Murphy, "Global Governance," in *Global Institutions, Marginalization and Development*

FOURTH PAPER 12/8