

**ECONOMICS 210C / ECONOMICS 236A
MACROECONOMIC HISTORY**

SUPPLEMENTAL READINGS

SEPTEMBER 19 – EFFECTS OF FISCAL POLICY: AGGREGATE EVIDENCE

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- Galí, Jordi, J. David López-Salido, and Javier Vallés. 2007. "Understanding the Effects of Government Spending on Consumption." *Journal of the European Economic Association* 5 (March): 227–270.
- Brunet, Gillian. 2018. "Stimulus on the Home Front: The State-Level Effects of WWII Spending." Unpublished paper, Wesleyan University (March).
- Blanchard, Olivier J., and Roberto Perotti. 2002. "An Empirical Characterization of the Dynamic Effects of Changes in Government Spending and Taxes on Output." *Quarterly Journal of Economics* 117 (November): 1329–1368.
- Perotti, Roberto. 1999. "Fiscal Policy in Good Times and Bad." *Quarterly Journal of Economics* 114 (November): 1399–1436.
- Ramey, Valerie A., and Matthew D. Shapiro. 1998. "Costly Capital Reallocation and the Effects of Government Spending." *Carnegie-Rochester Conference Series on Public Policy* 48 (June): 145–194.
- Ramey, Valerie A. 2016. "Defense News Shocks, 1889–2015: Estimates Based on News Sources." Unpublished paper, University of California, San Diego (April)
- Fisher, Jonas D. M., and Ryan Peters. 2010. "Using Stock Returns to Identify Government Spending Shocks." *Economic Journal* 120 (May): 414–436.
- Romer, Christina D., and David H. Romer. 2010. "A Narrative Analysis of Postwar Tax Changes." Unpublished paper, University of California, Berkeley (November).
- Kueng, Lorenz. 2018. "Tax News Shocks and Consumption." Unpublished paper, Northwestern (August).
- Barro, Robert J., and Charles J. Redlick. 2011. "Macroeconomic Effects From Government Purchases and Taxes." *Quarterly Journal of Economics* 126 (February): 51–102.
- Zidar, Owen. 2017. "Tax Cuts for Whom? Heterogeneous Effects of Income Tax Changes on Growth and Employment." Unpublished paper, University of Chicago (October). *Journal of Political Economy*, forthcoming.

- Cloyne, James. 2013. "Discretionary Tax Changes and the Macroeconomy: New Narrative Evidence from the United Kingdom." *American Economic Review* 103 (June): 1507–1528.
- Mertens, Karel, and Morten O. Ravn. 2012. "Empirical Evidence on the Aggregate Effects of Anticipated and Unanticipated US Tax Policy Shocks." *American Economic Journal: Economic Policy* 4 (May): 145–181.
- Jordà, Oscar. 2005. "Estimation and Inference of Impulse Responses by Local Projections." *American Economic Review* 95 (March): 161–182.
- Auerbach, Alan, and Yuriy Gorodnichenko. 2012. "Fiscal Multipliers in Recession and Expansion." In Alberto Alesina and Francesco Giavazzi, eds., *Fiscal Policy after the Financial Crisis* (Chicago: University of Chicago Press for NBER): 63–98.
- Auerbach, Alan, and Yuriy Gorodnichenko. 2013. "Corrigendum: Measuring the Output Responses to Fiscal Policy." *American Economic Journal: Economic Policy* 5 (August): 320–322.
- Ramey, Valerie A., and Sarah Zubairy. 2018. "Government Spending Multipliers in Good Times and in Bad: Evidence from US Historical Data." *Journal of Political Economy* 126 (April): 850–901.
- Jaime Guajardo, Daniel Leigh, and Andrea Pescatori. 2014. "Expansionary Austerity? International Evidence." *Journal of the European Economic Association* 12 (August): 949–968.
- Alesina, Alberto, Omar Barbiero, Carlo Favero, Francesco Giavazzi, and Matteo Paradisi. 2017. "The Effects of Fiscal Consolidations: Theory and Evidence." National Bureau of Economic Research Working Paper No. 23385 (November).
- Ramey, Valerie A. 2016. "Macroeconomic Shocks and Their Propagation." In John B. Taylor and Harald Uhlig, eds., *Handbook of Macroeconomics*, Vol. 2 (Amsterdam: Elsevier), 71–162.