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Multipliers of taxes and public spending in Colombia: SVAR and Local Projections approaches

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Abstract

This paper estimates multipliers of taxes and public spending for Colombia with techniques of structural autoregressive vectors and both standard and smooth local projections. Quarterly series of the central national government are used from 2000 to 2018. We estimate fiscal multipliers that are less than unity, except when the economy experiences a contraction phase, when that of spending is greater than unity. The results are generally maintained for different identification schemes and estimation methodologies.

Fuente: https://www.banrep.gov.co/en/multipliers-taxes-and-public-spending-colombia-svar-and-local-projections-approaches