



## American Economic Review

ISSN 0002-8282 (Print) | ISSN 1944-7981 (Online)

≡ Menu

# Fiscal Volatility Shocks and Economic Activity

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AMERICAN ECONOMIC REVIEW  
VOL. 105, NO. 11, NOVEMBER 2015  
(pp. 3352–84)

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### Article Information

#### Abstract

We study how unexpected changes in uncertainty about fiscal policy affect economic activity. First, we estimate tax and spending processes for the United States with time-varying volatility to uncover evidence of time-varying volatility. Second, we estimate a

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## Citation

Fernández-Villaverde, Jesús, Pablo Guerrón-Quintana, Keith Kuester, and Juan Rubio-Ramírez. 2015. "Fiscal Volatility Shocks and Economic Activity." *American Economic Review*, 105 (11): 3352–84.

DOI: 10.1257/aer.20121236

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## Additional Materials

[Replication Package \(128.75 KB\)](#)

[Online Appendix \(406.83 KB\)](#)

[Author Disclosure Statement\(s\) \(177.67 KB\)](#)

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## JEL Classification

**E12** General Aggregative Models: Keynes; Keynesian; Post-Keynesian

**E23** Macroeconomics: Production

**E32** Business Fluctuations; Cycles

**E52** Monetary Policy

**E62** Fiscal Policy

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