

Policy Analysis in the Post-Great-Recession Era

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Taksim-Istanbul, October 16, 2014

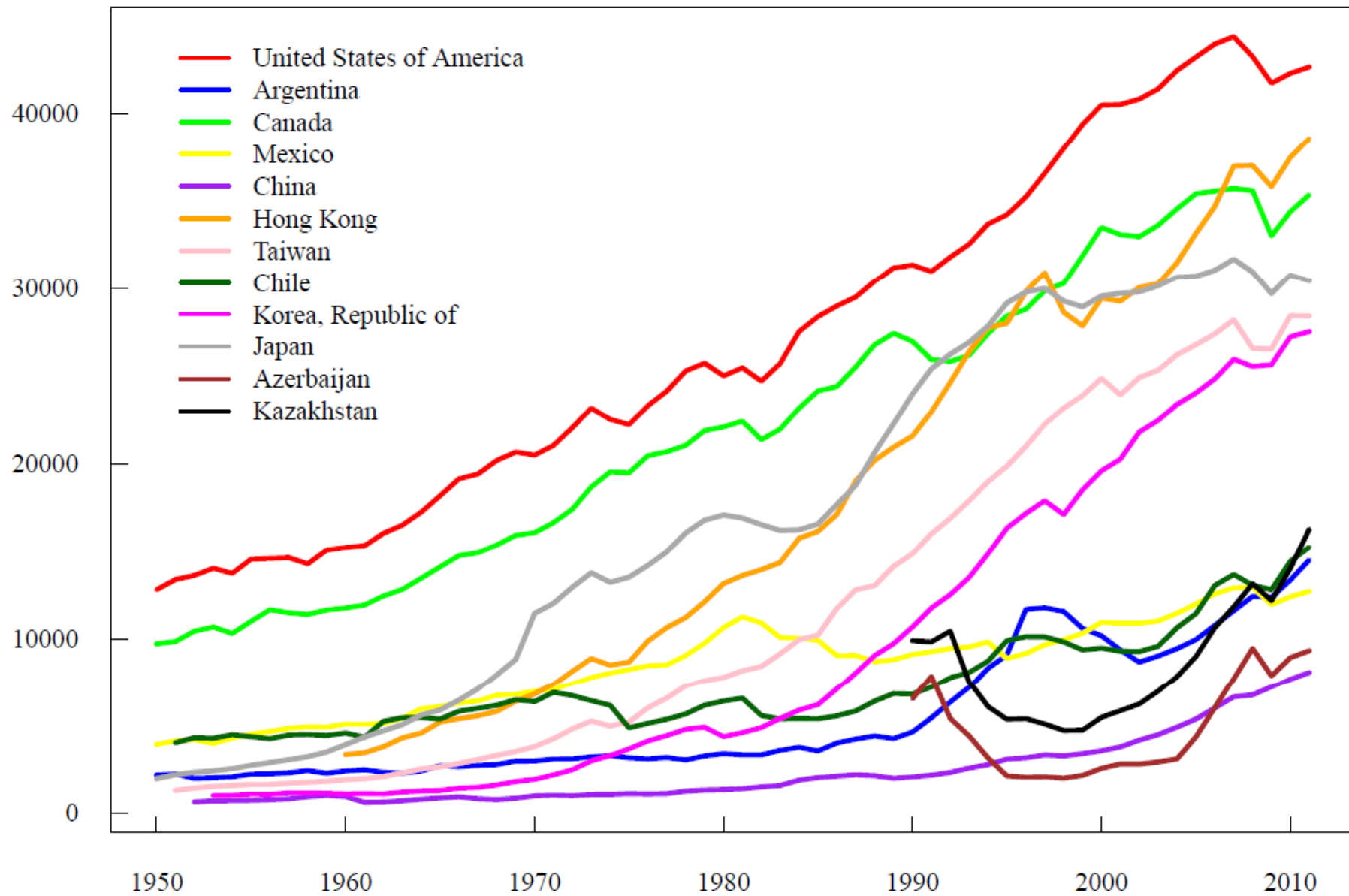
- **Will draw on:**

Federal Reserve Bank of Dallas Working
Paper 1301 (with Carlos Zarazaga)

BIS Papers No. 74, December 2013, pp. 11-18

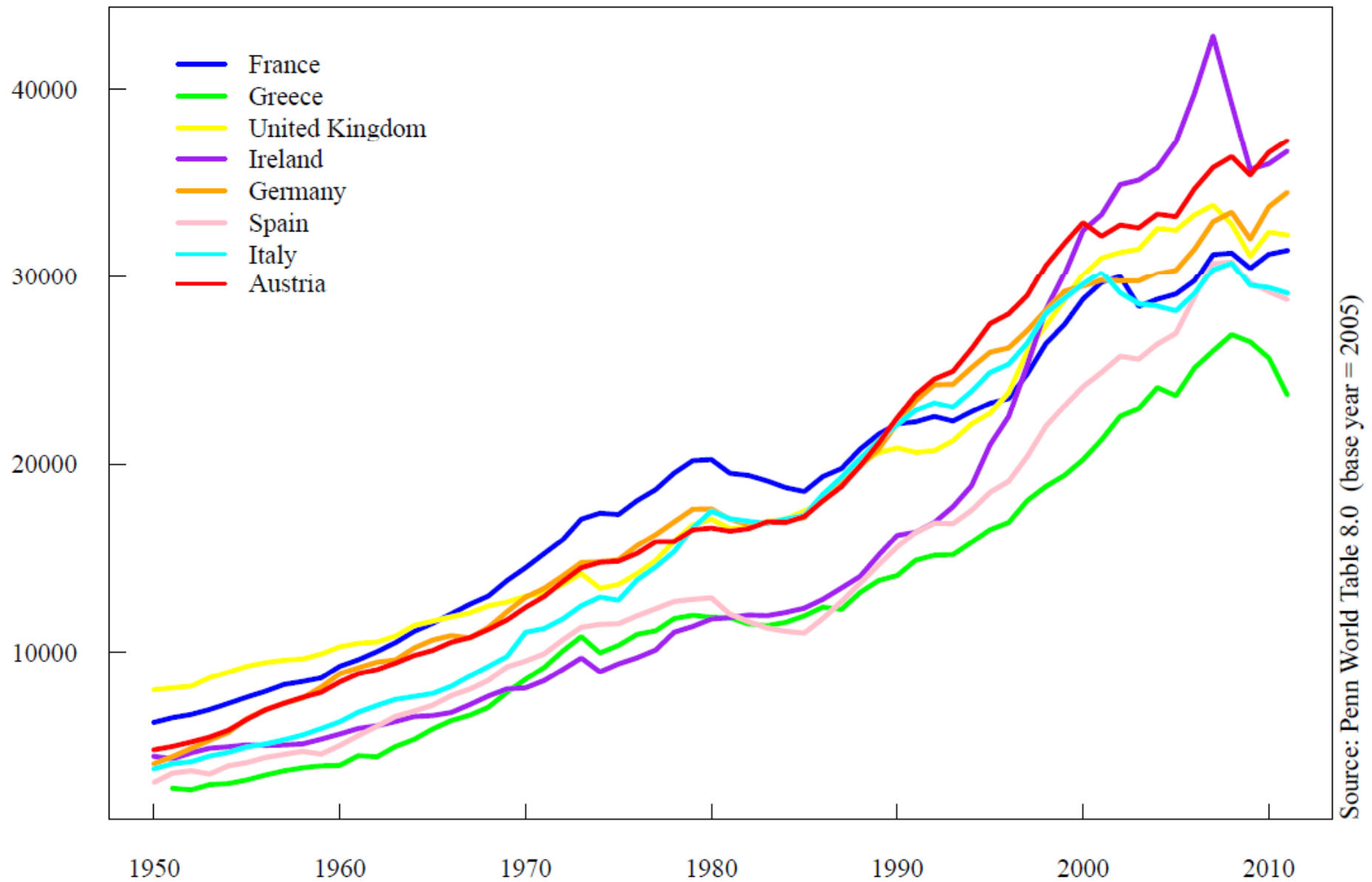
Public Choice, 1983, pp. 229-235

Real GDP per capita



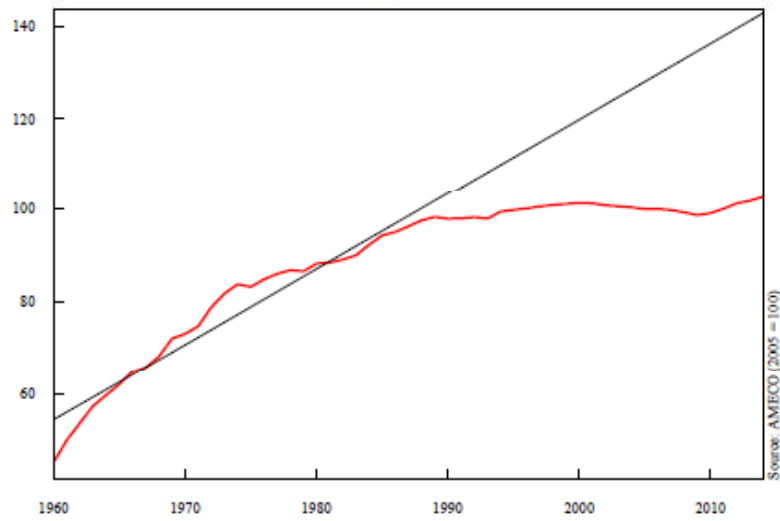
Source: Penn World Table 8.0 (base year = 2005)

Real GDP per capita

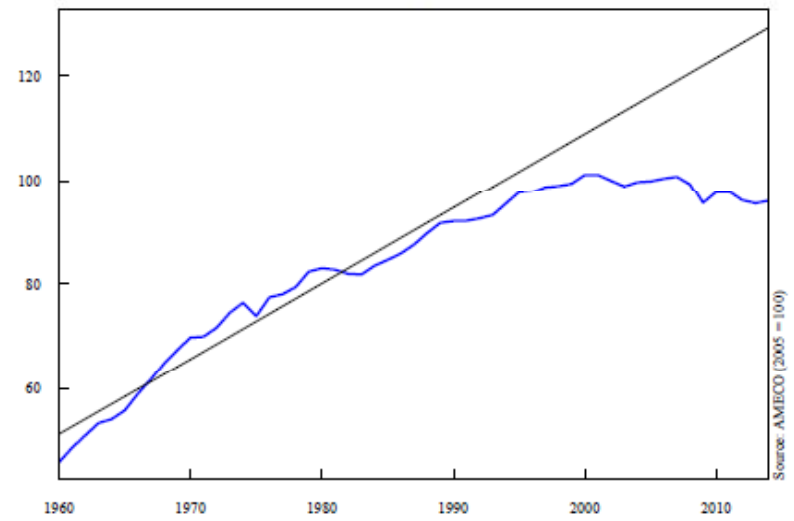


Source: Penn World Table 8.0 (base year = 2005)

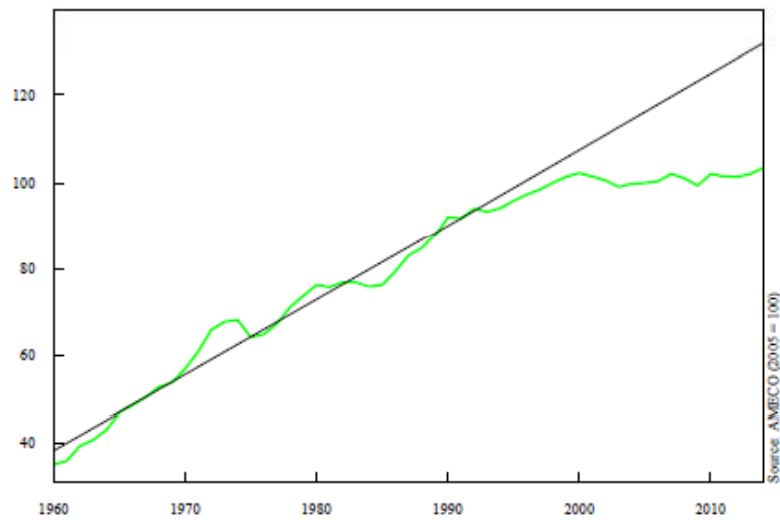
Spain TFP index



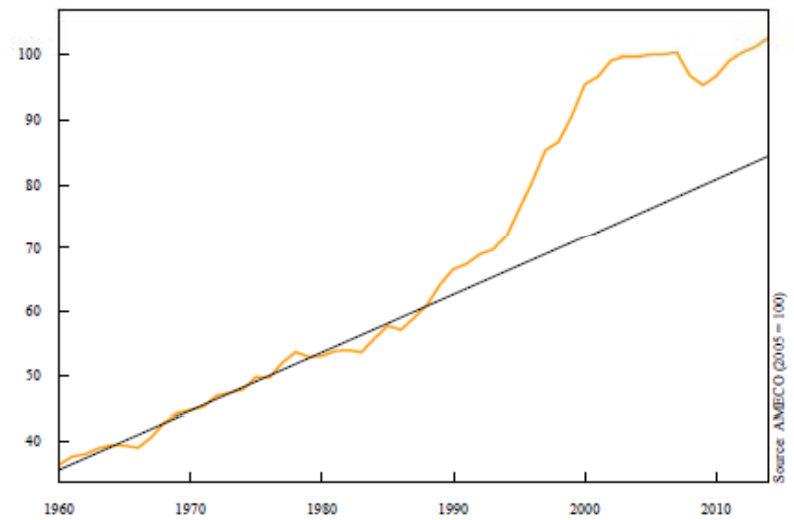
Italy TFP index



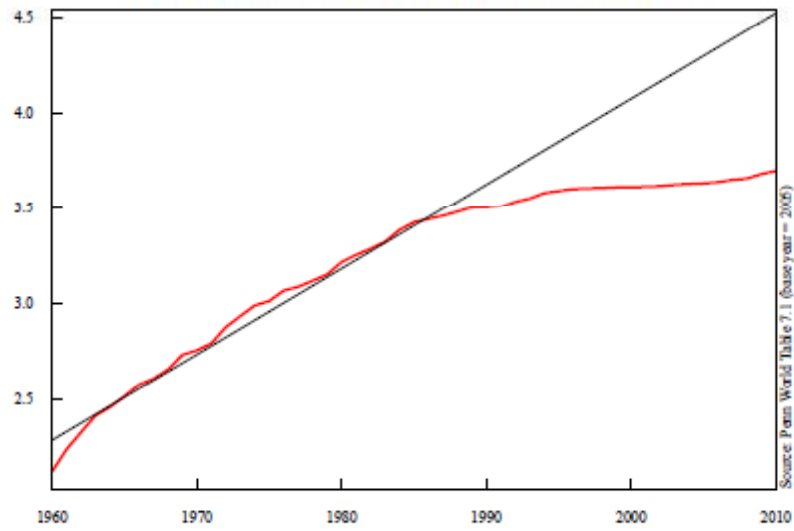
Portugal TFP index



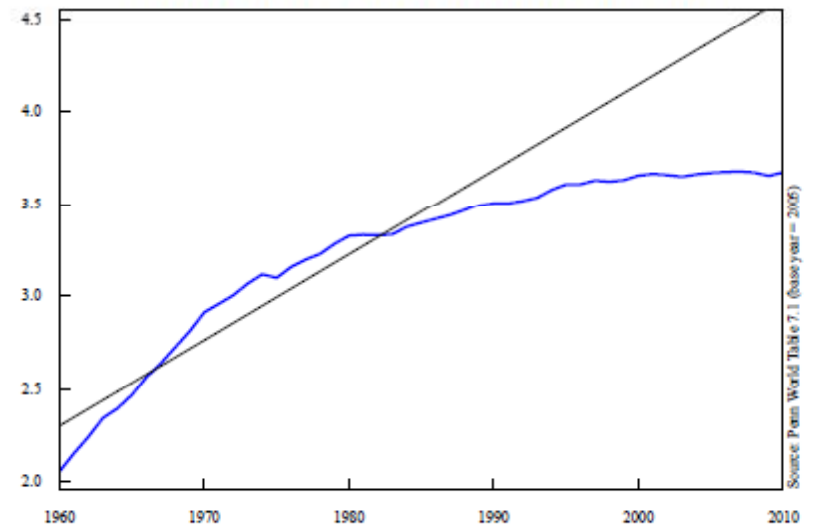
Ireland TFP index



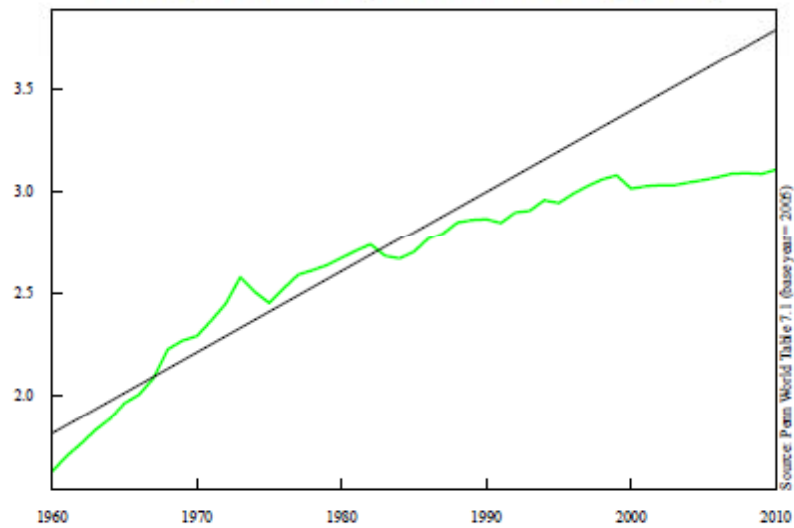
Spain real GDP per hour worked (log scale)



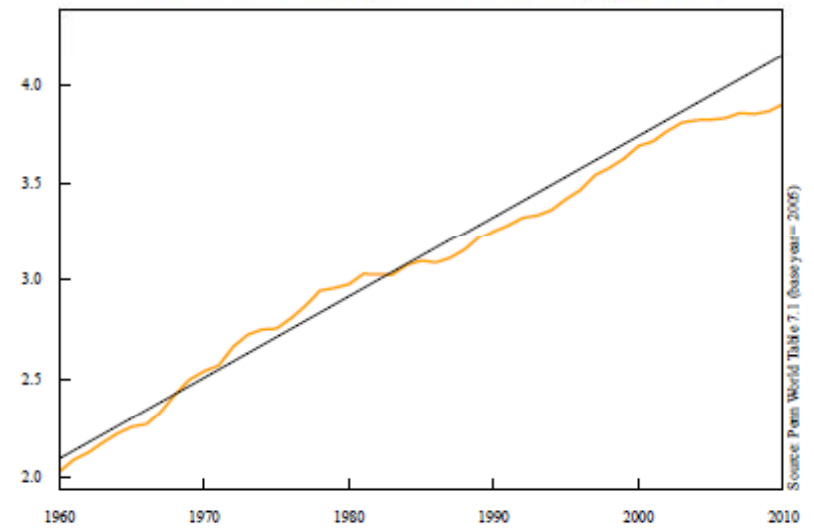
Italy real GDP per hour worked (log scale)



Portugal real GDP per hour worked (log scale)

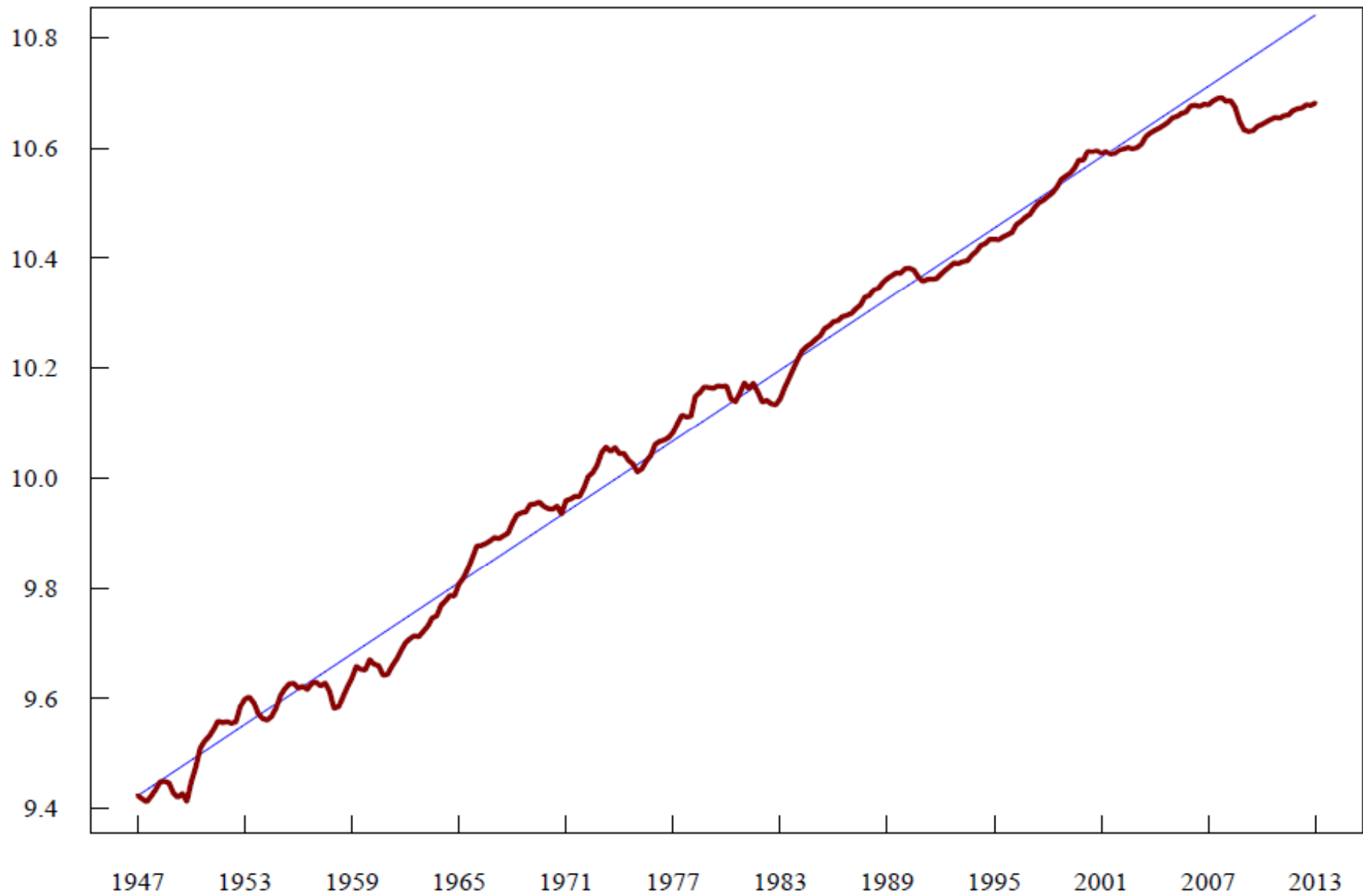


Ireland real GDP per hour worked (log scale)



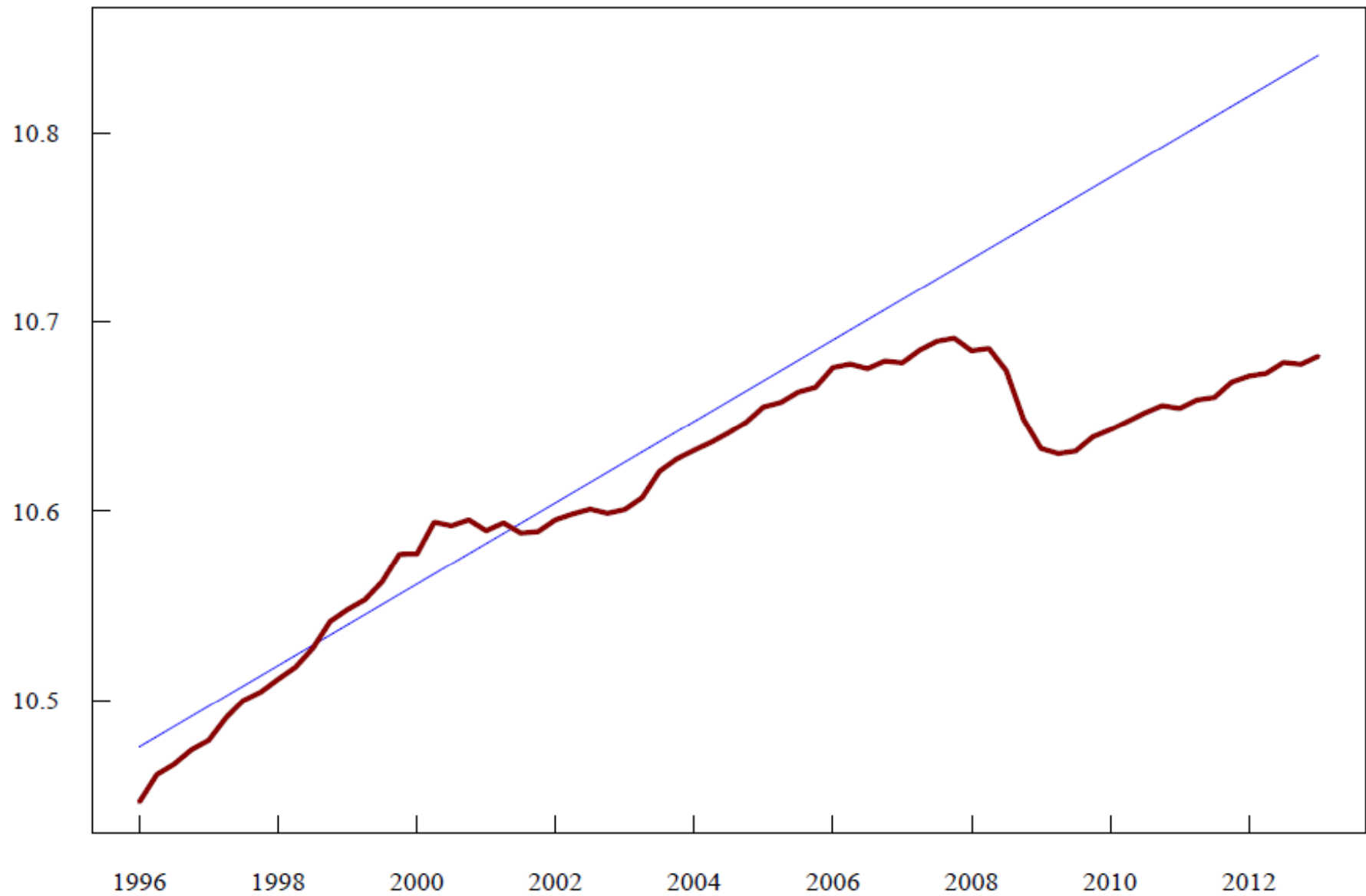


U.S. Log real GDP per capita, 1947–2013



Source: Bureau of Economic Analysis, base year = 2005

U.S. Log real GDP per capita, 1996–2013



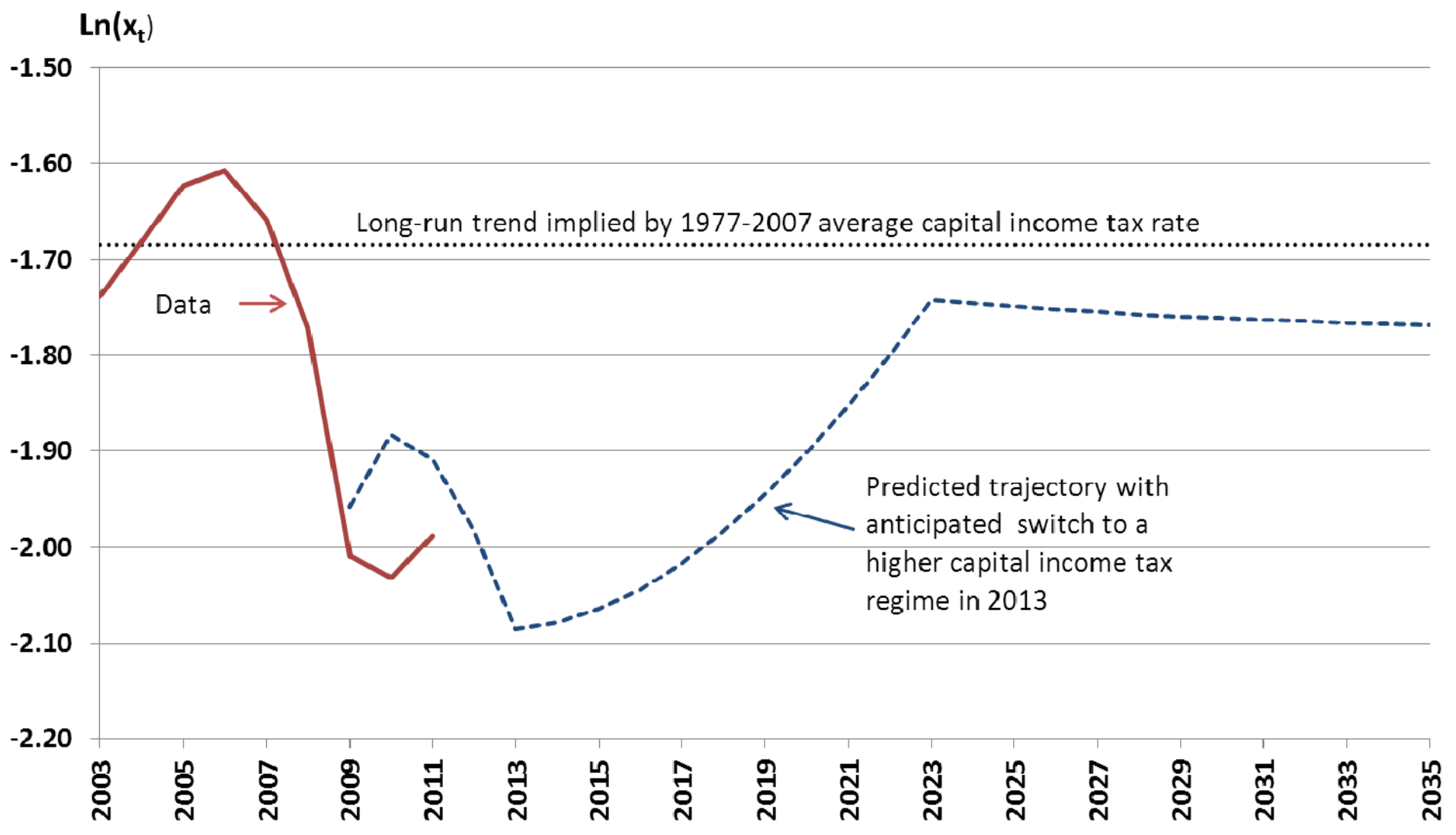
Source: Bureau of Economic Analysis, base year = 2005

PRIVATE GROSS DOMESTIC INVESTMENT

Data and Model Predictions

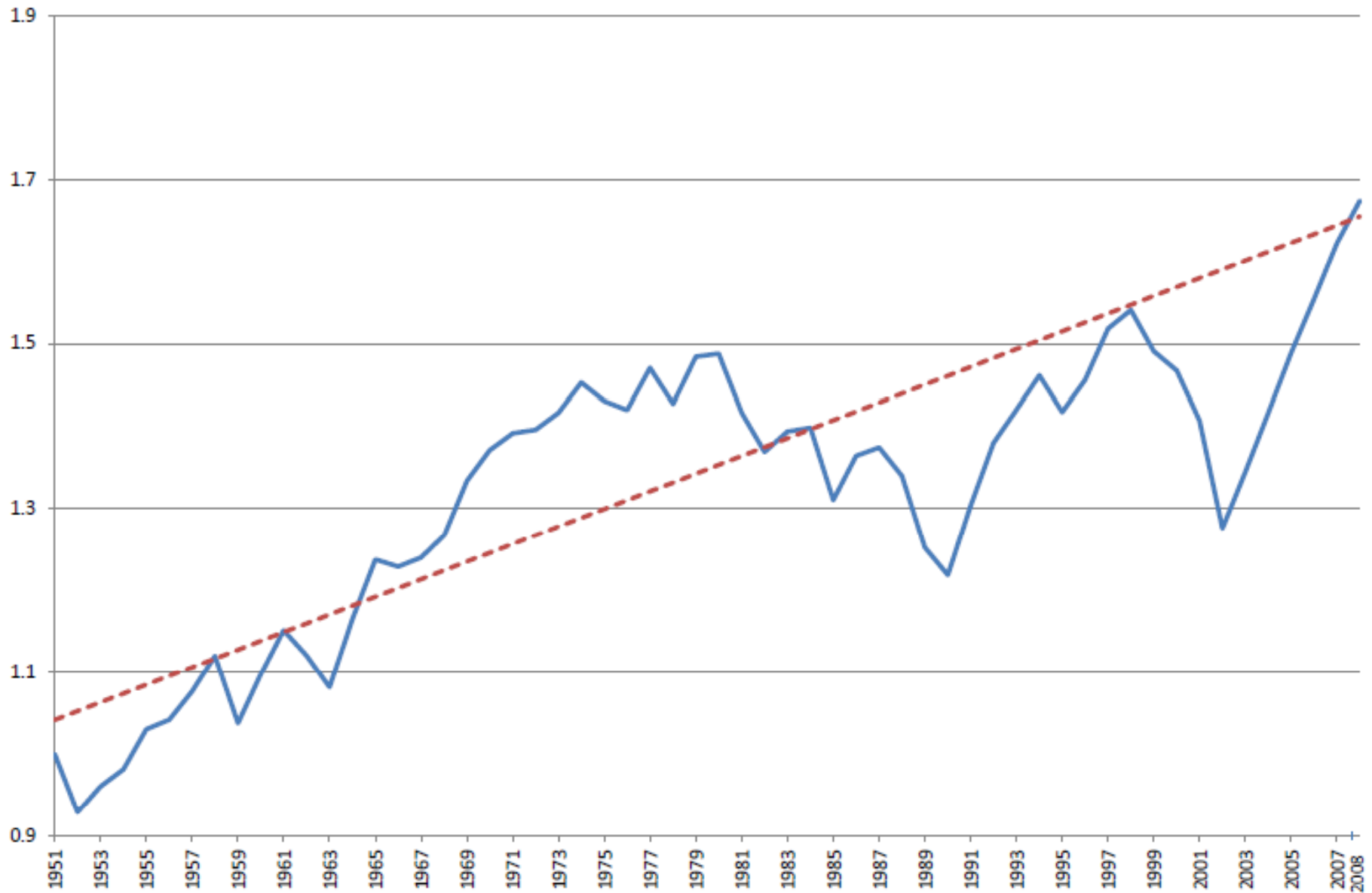
Effects of Fully Anticipated Switch to Higher Capital Income Tax Regime

(detrended variables)



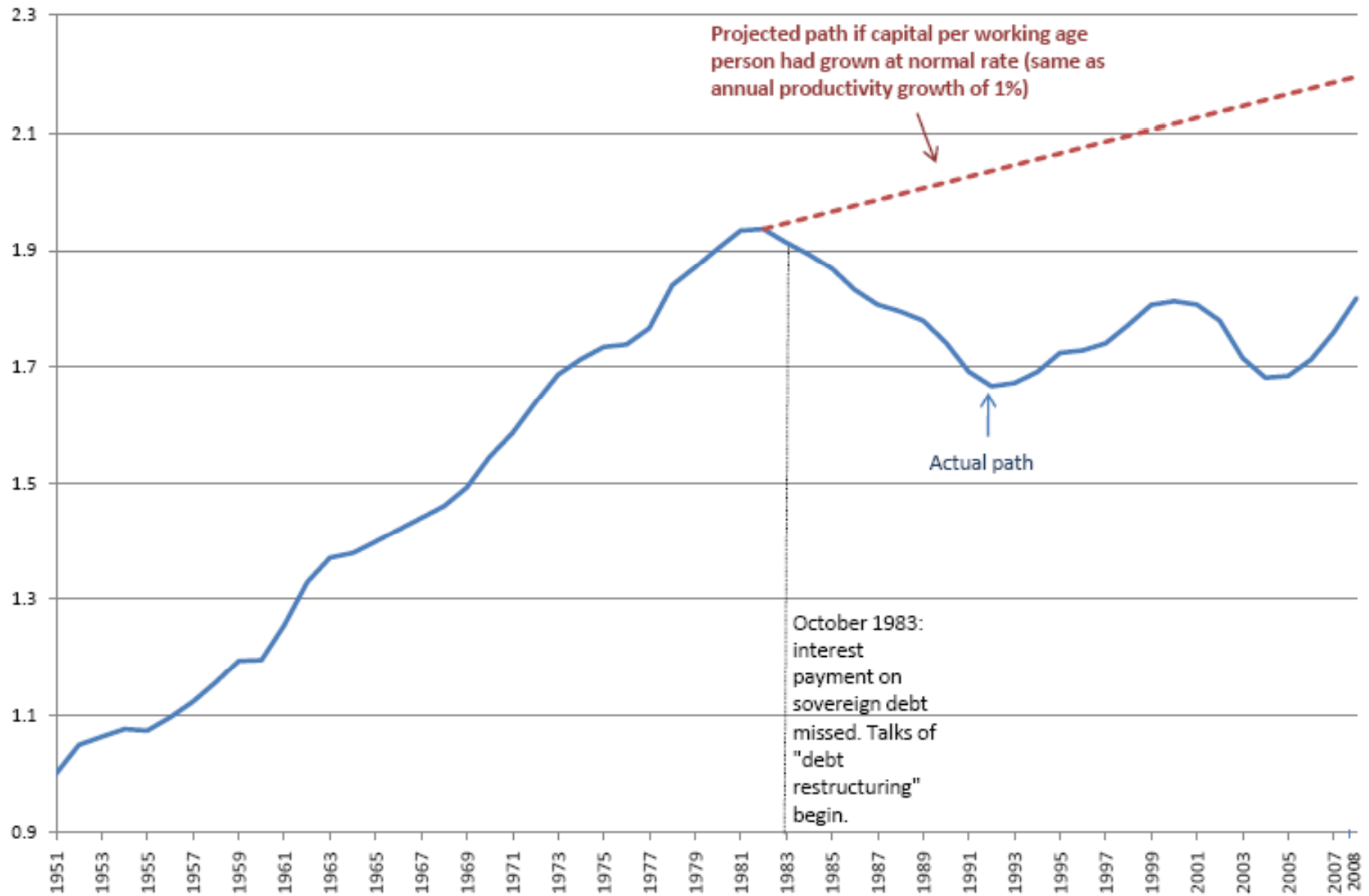
ARGENTINA

GDP per working age person (log scale)

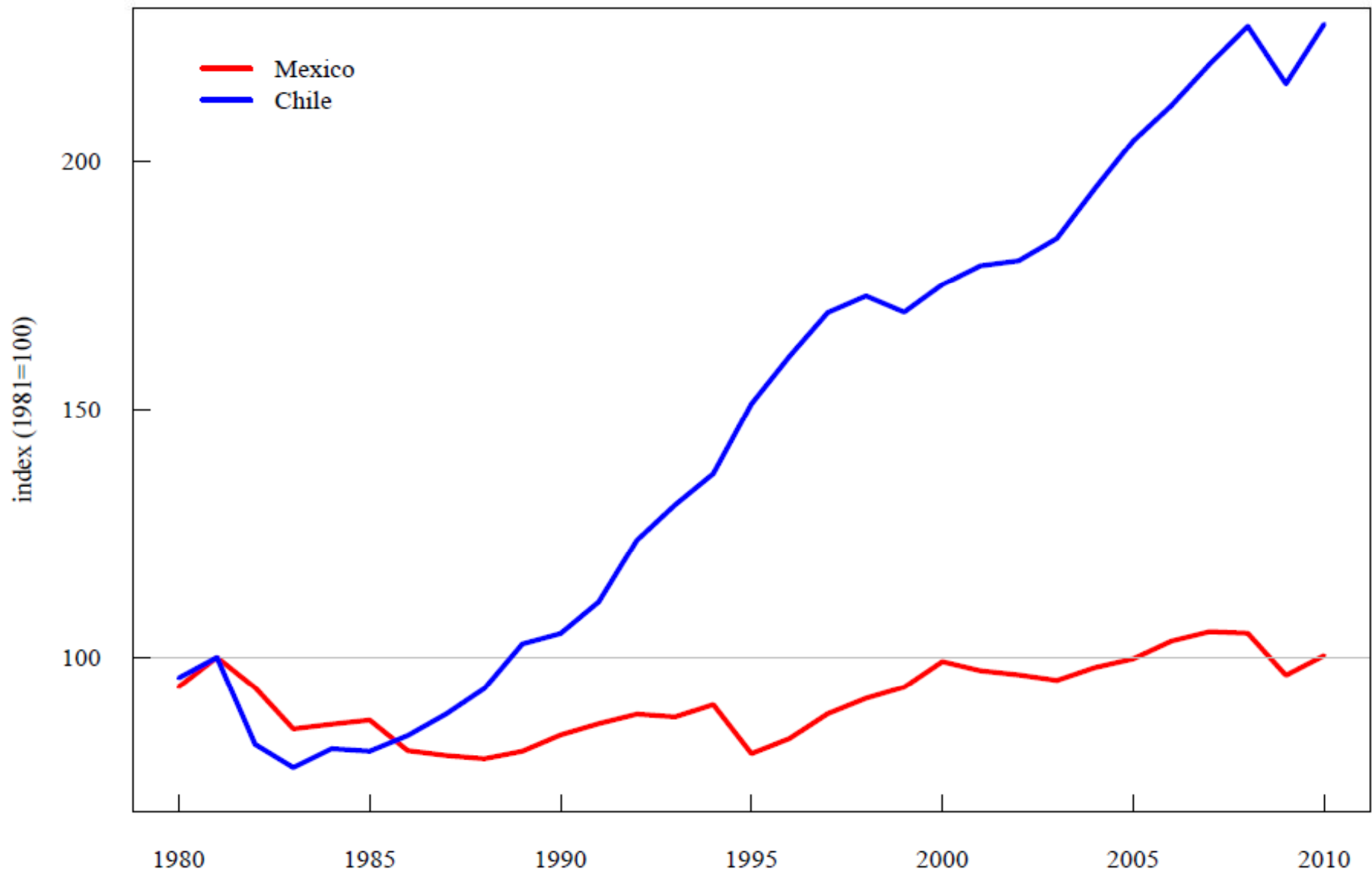


ARGENTINA

Capital stock per working age person (log scale)



Real GDP per working age person in Chile and Mexico



Source: Penn World Table 7.1 (base year = 2005)