
Government purchases impulse responses

Impact

4 quarters later

8 quarters later

Case

Output

*Consump-
tion*

Output

*Consump-
tion*

Output

*Consump-
tion*

Base

0.98

-0.03

0.68

-0.02

0.48

-0.01

Constant markup

0.60

-0.16

0.41

-0.12

0.28

-0.10

No adjustment cost

0.98

-0.03

0.69

-0.02

0.48

-0.01

No complementarity

0.92

-0.15

0.65

-0.10

0.46

-0.07

Less elastic labor supply

0.40

-0.25

0.24

-0.21

0.13

-0.18
