

1. Record Nr.	UNINA9910779500403321
Autore	Walker Todd
Titolo	Fiscal Foresight and Information Flows / / Todd Walker, Eric Leeper, Susan Yang
Pubbl/distr/stampa	Washington, D.C. : , : International Monetary Fund, , 2012
ISBN	1-4755-1691-6 1-4755-5824-4
Descrizione fisica	1 online resource (66 p.)
Collana	IMF Working Papers
Altri autori (Persone)	LeeperEric YangSusan
Soggetti	Taxation Fiscal policy Information theory in economics Econometrics Investments: Bonds Public Finance Fiscal Policy Fiscal Policies and Behavior of Economic Agents: General General Financial Markets: General (includes Measurement and Data) Time-Series Models Dynamic Quantile Regressions Dynamic Treatment Effect Models Diffusion Processes National Government Expenditures and Related Policies: General Personal Income and Other Nonbusiness Taxes and Subsidies Tax Law Investment & securities Econometrics & economic statistics Public finance & taxation Welfare & benefit systems Macroeconomics Taxation & duties law Municipal bonds Vector autoregression Expenditure Labor taxes Financial institutions Econometric analysis

Taxes	
Tax law	
Tax policy	
Bonds	
Expenditures, Public	
Income tax	
Law and legislation	
United States	
Lingua di pubblicazione	Inglese
Formato	Materiale a stampa
Livello bibliografico	Monografia
Note generali	Description based upon print version of record.
Nota di bibliografia	Includes bibliographical references.
Nota di contenuto	Cover; Contents; I. Introduction; II. Analytical Example; A. The Econometrics of Foresight; Figures; 1. Responses of Capital to Tax Increase; B. Generalizations; III. Quantitative Importance of Foresight; A. Modeling Information Flows; B. Model Descriptions; C. Information Flows and Estimation Bias; Tables; 1. Information Flow Processes; IV. Solving the Problem; 2. Output Multipliers for a Labor Tax Change; A. An Organizing Principle; B. Lines of Attack; 1. The Narrative Approach; 2. Conditioning on Asset Prices; 3. Direct Estimation of DSGE Model; V. Concluding Remarks; Appendices I. Simulations Details II. Testing Economic Theory; III. Municipal Bonds and Fiscal Foresight: Additional Results; IV. Assessing the Ex-Ante Approach; References
Sommario/riassunto	News - or foresight - about future economic fundamentals can create rational expectations equilibria with non-fundamental representations that pose substantial challenges to econometric efforts to recover the structural shocks to which economic agents react. Using tax policies as a leading example of foresight, simple theory makes transparent the economic behavior and information structures that generate non-fundamental equilibria. Econometric analyses that fail to model foresight will obtain biased estimates of output multipliers for taxes; biases are quantitatively important when two canonical theoretical models are taken as data generating processes. Both the nature of equilibria and the inferences about the effects of anticipated tax changes hinge critically on hypothesized information flows. Different methods for extracting or hypothesizing the information flows are discussed and shown to be alternative techniques for resolving a non-uniqueness problem endemic to moving average representations.