Figure 3.15. Effect of Changes in Public Investment in Advanced Economies
(Years on x-axis)

1. Output
   (percent)

2. Debt
   (percent of GDP)

3. Private Investment
   (percent of GDP)

Source: IMF staff estimates.
Note: \( t = 0 \) is the year of the shock; dashed lines denote 90 percent confidence bands. Shock represents a 1 percentage point of GDP increase in public investment spending.