

Erratum on:  
 Fiscal Stimulus in a Monetary Union: Evidence from U.S. Regions  
 by Emi Nakamura and Jón Steinsson  
*American Economic Review*, 104(3), 753-792, March 2014.

There were errors in lines 303, 337, and 338 of Matlab file runHetCapitalGHH.m, which produces some of the results in Table 9 of our paper. Correcting these errors slightly changes the open economy relative multiplier on output and inflation for the firm specific capital model. When prices are sticky, the output multiplier rises slightly from 1.47 to 1.74. The interpretation of these robustness results in the paper is unaffected by this small change. We have reproduced an updated version of Table 9 below with the published version also included for reference.

We would like to thank Bopjun Gwak and Paul Reimers, Ph.D. students at Goethe University in Frankfurt for finding these errors.

TABLE IX  
 Open Economy Relative Multiplier in Models with Variable Capital

	Output	CPI Inflation
<i>Revised Version:</i>		
Baseline Model (Fixed Capital)	1.42	0.17
Firm-Specific Capital Model	1.74	0.15
Regional Capital Market Model	0.98	0.09
Firm-Specific Capital Model , Flexible Prices	0.22	0.29
<i>Published Version:</i>		
Baseline Model (Fixed Capital)	1.42	0.17
Firm-Specific Capital Model	1.47	0.15
Regional Capital Market Model	0.98	0.09
Firm-Specific Capital Model , Flexible Prices	0.25	0.36

The table reports the open economy relative government spending multiplier for output and CPI inflation for our baseline model with GHH preferences and the two models with variable capital also with GHH preferences. Output is deflated by the regional CPI.