Supplemental Appendix

"The Evolving Core of Usable Macroeconomics for Policymakers" by Jonas Fisher, Bart Hobijn, and Alessandro T. Villa

Overview of Topics

This appendix provides detailed descriptions of the six key topics analyzed in the paper (Figure 1) and the corresponding terms used to track their evolution over time.

1. Monetarism Monetarism encompasses concepts related to the role of money in the economy, particularly in the context of monetary aggregates and money supply. The following terms were used to identify references to monetarism:

- `monetary aggregate`, `money demand`, `money growth`, `money supply`, `m1`, `m2`, `monetary base`.

2. Inflation Expectations This topic examines the importance of managing inflation expectations for stable economic outcomes. Relevant terms include:

- `inflation expectations`, `expected inflation`, `anchor`, `anchored expectations`, `inflation anchoring`, `anchored inflation`.

3. Credibility Credibility relates to the trust and reliability of monetary policy. It connects to the concepts of natural rates, inflation targets, and policy rules. Terms include:

- `credible`, `credibility`, `inflation target`, `natural rate`, `taylor rule`, `output gap`.

4. Forward Guidance Forward guidance refers to the communication strategies used by policymakers to influence expectations. Relevant terms include:

- `forward guidance`.

5. Quantitative Easing This topic covers unconventional monetary policies aimed at stimulating the economy. Terms include:

- `quantitative easing`, `asset purchase`, `tapering`, `quantitative tightening`.

6. Risk Management The balance of risks explores how policymakers assess and communicate risks to the economy. Terms include:

- `balance of risk`, `risk balance`, `risk management`, `risk assessment`, `downside risk`, `upside risk`.