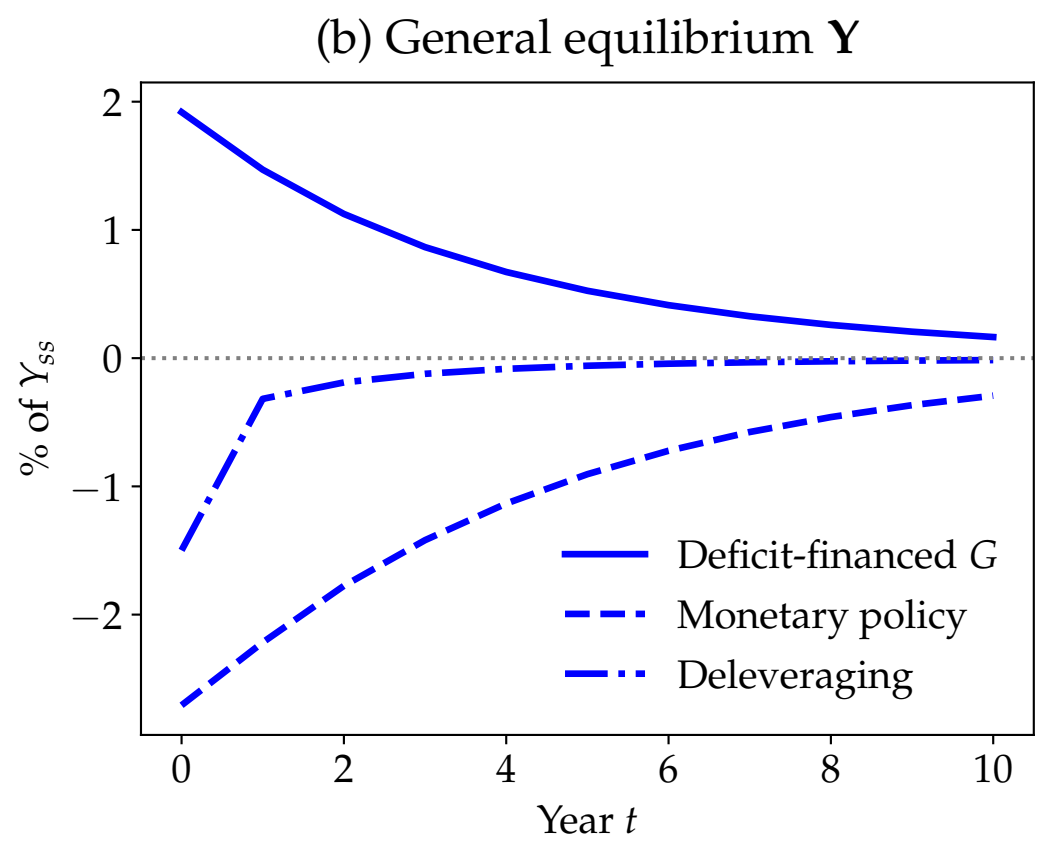
(b) General equilibrium **Y**
2
1
0
−1
−2
% of Y_{ss}
0
2
4
6
8
10
Year t
Deficit-financed G
Monetary policy
Deleveraging