

The Effect of Public Expenditures Composition on Promoting Morocco's Economic Growth

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ABSTRACT

Public expenditures are an essential component of economic policy. It is used by governments as an operational tool to promote strong, sustainable growth, in particular to achieve the various sustainable development goals. The primary objective of our study is to shed light on the effect of each component of public expenditures on economic growth in order to identify the imbalances hidden behind an analysis of overall public expenditures. Analyzing each component of expenditures allows us to measure the performance of each type of expenditure, which in turn enables us to allocate resources more effectively to maximize the efficiency of public expenditures. This subject is becoming increasingly important, as we consider that the composition of public expenditures has an influence on economic growth. Our research methodology employs the Autoregressive Distributed Lag Bounds testing approach to identify the short-term and long-term effects of public expenditures composition on promoting economic growth.

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