

## Economic Policies And Management

The management of an economy is directly related to a nation's quality of life and stability. Governments create policies to determine, measure and account for trends and economic changes. Contemporary Australian policies aim to counter the impact of domestic and global economic issues whilst maintaining national economic growth.

### Define these Key Terms

Microeconomic reforms	Macroeconomic policies	Budget deficit	Key economic policies
Price stability	Aggregate demand	Aggregate supply	Fiscal policy
Regulation and deregulation	Surplus	Monetary policy	Industrial relations framework

### Short Answer Questions

1. What are policies?
2. How do governments aim to solve economic problems?
3. Name 3 labour market policies.
4. Name one rationale for macroeconomic policy?
5. Name one rationale for microeconomic policy?
6. What is a possible problem with policy implementation?
7. State 3 limitations on the effectiveness of economic policy?
8. How does the distribution of income effect economic policy?
9. Why is the impact of key economic policy on an economy?
10. How do fiscal policies impact on a nation's economy?

### 100 Word Responses

State the advantages and disadvantages of centralized and decentralized policies?

Why is management of the environment an economic issue?

### Research Assignment

Describe the structural changes in Australia's economy over the past two decades brought about by microeconomic reforms.