


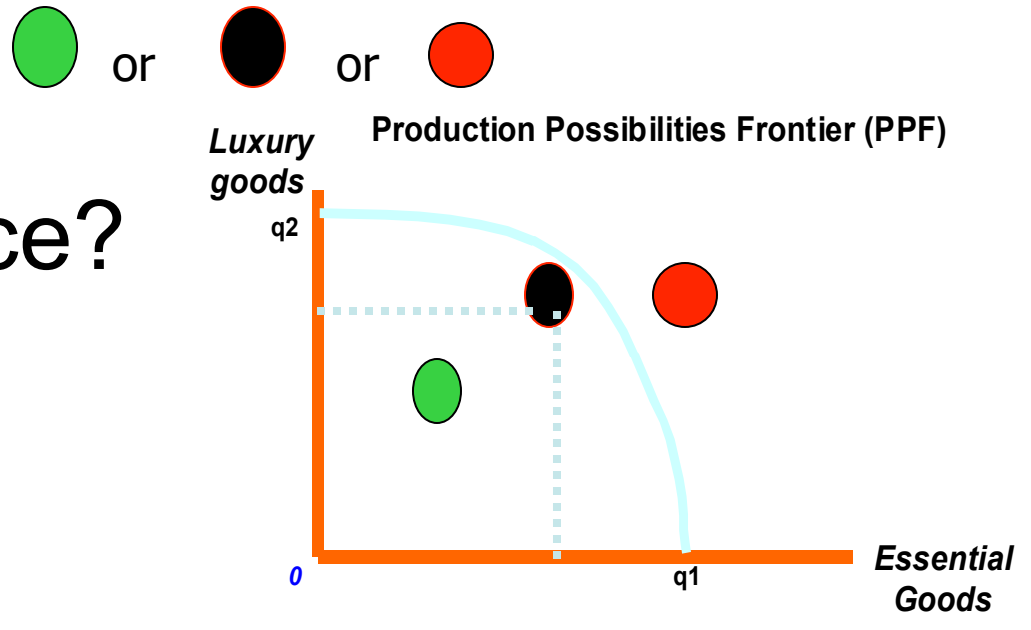
economic features of the main political systems

Government (G) role in economy

- Distribute of G+S i.e. wealth
- Allocate scarce resources (f.o.p.)
- Provide essential goods+services e.g.
Merit goods: Health care and education
- Provide *public goods* e.g. Street lighting
 - state enterprise 

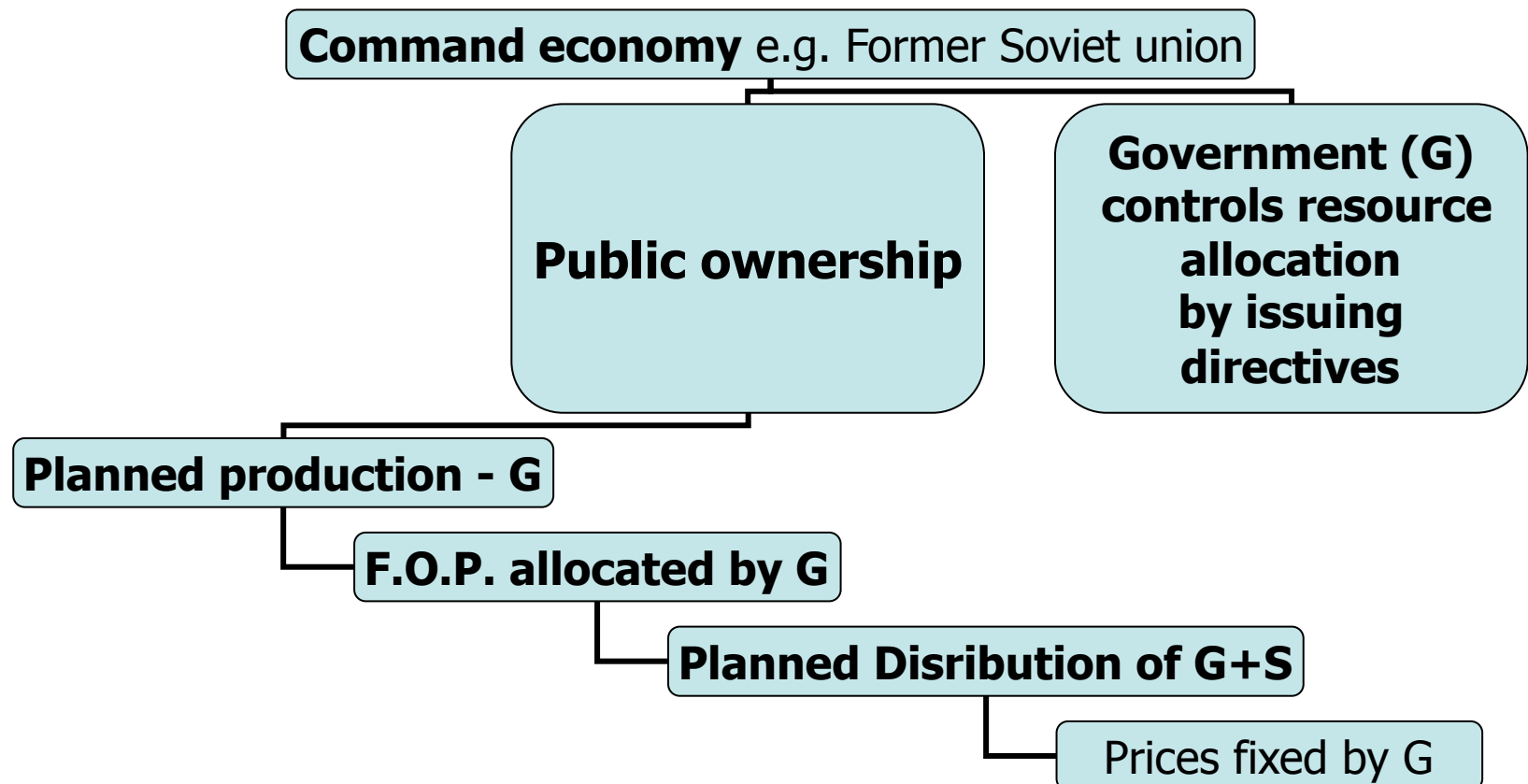
Economic priorities

- What to produce?
- How to produce?
- For whom to produce?

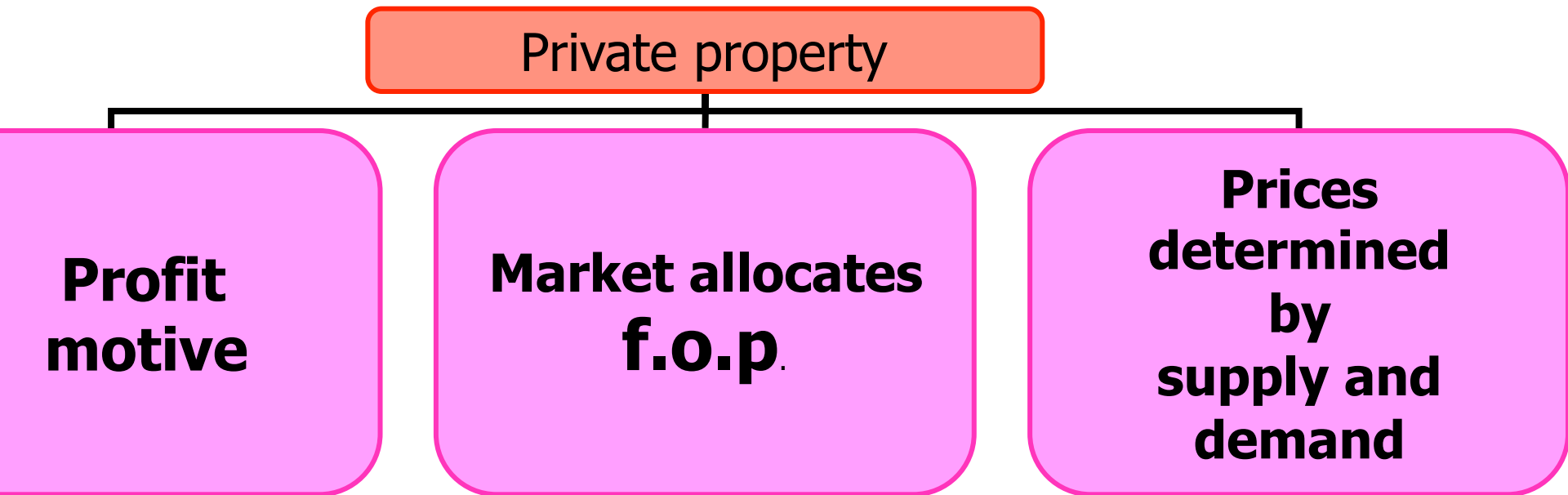


Communism and the command/planned economy

- Government dominates economy and controls all economic activity



Democracy and the mixed market economy-features



Key government objectives

note:see webnote 301 for detailed version

- (Un)employment
- Inflation
- Growth
- Development



which system to manage an economy?

- **command economy or planned economy**
- **= state enterprise/control**

or

- **capitalist mixed market**
- **= economy with a Regulator/legislator with a *“laissez-faire”* approach**
- END