

Economic Systems

How do countries organize economic activity?
FUNDAMENTAL ECONOMIC CONCEPTS

Economic Continuum

How do economic systems influence the choices of individuals, businesses, and governments?

Who Decides?

Command Economy

Economic decisions are made by the government



Who Decides?

- What goods and services should be produced?
- How should goods and services be produced?
- For whom should goods and services be produced?

Mixed Economy

Some economic decisions are made in the market, while the government makes other decisions



Who Decides?

- What goods and services should be produced?
- How should goods and services be produced?
- For whom should goods and services be produced?

Market Economy

Economic decisions are made in the market



Who Decides?

- What goods and services should be produced?
- How should goods and services be produced?
- For whom should goods and services be produced?

Broad Social Economic Goals

How do economic and social goals shape the decisions of economic agents in a country?

As societies strive to achieve these goals, they must make choices. Some of these goals are complementary while others involve trade-offs.



Economic Freedom

Are individuals and businesses free to make economic decisions?

Economic Security

Are there ways for individuals and businesses to protect against risks?



Economic Equity

Are economic opportunities and outcomes fair?

Economic Growth

How can we increase the standard of living for people?

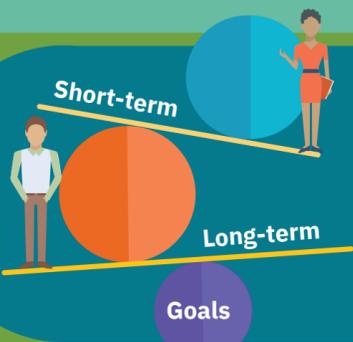


Economic Efficiency

Are scarce resources allocated in the best way possible?

Economic Stability—Price Stability and Full Employment

How do we keep the economy stable so individuals and businesses can feel secure and plan?



Economic Sustainability

Is there a balance between short- and long-term economic goals?