**Government and the economy Chapters 30-41**

1. **What is the main measurement of economic growth?**
2. **What are the limitations of using economic growth as a measurement of economic growth?**
3. **The economic cycle downturn r\_\_\_\_\_\_\_\_\_\_\_\_\_, re\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, b \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.**
4. **What is the CPI?**
5. **What is demand pull inflation, what causes it?**
6. **What do monetarists believe causes inflation?**
7. **What are the causes of inflation?**
8. **What are the 4 functions of money?**
9. **How is unemployment measured?**
10. **What are the different types of unemployment?**
11. **What causes cyclical unemployment?**
12. **What causes structural unemployment?**
13. **What is frictional unemployment?**
14. **What are the causes of frictional unemployment?**
15. **What are the effects of unemployment on businesses?**
16. **What are examples of visible trade?**
17. **What are the effects of a current account deficit?**
18. **What are the effects of a current account surplus?**
19. **How could a country take measure to reduce a significant trade deficit over a long period of time?**
20. **List 6 methods that governments can take to protect the environment.**
21. **What is fiscal policy?**
22. **List some direct taxes.**
23. **List some indirect taxes.**
24. **What is monetary policy?**
25. **What actions can governments take as part of a monetary policy?**
26. **What are supply side policies?**
27. **Give some examples of methods that could be regarded as dealing with the supply side?**
28. **Why do most economists believe that a combination of all 3 can be used together?**