

Place your name on the back of this sheet of paper and nowhere else. Staple your answers on the front of this sheet of paper. Failure to follow these directions will cost you 1 point. Your assignment will be typed, except graphs can be drawn by hand and mathematical equations can be done by hand. Failure to type it will cost you 10 points. If you use double-sided printing or print on the back of scrap paper, I will give you one additional point.

1) (25 points) Currently, the US government is running a large deficit and has a large debt. This will hurt the economy in the long-run. If you were the next President, how would you balance the budget? Be specific. For example, do not say "cut spending." Rather, tell me which spending and why that spending. Explain your logic.

2) (25 points) Global warming caused by greenhouse gases is a major problem. Greenhouse gases come from burning oil and coal. What should we do about that problem? Explain your logic.

3) (20 points) What is the greatest strength of the economy of the USA? How does that help the USA?

4) (30 points) What do you feel is the biggest economic challenge facing the USA in the long-run other than what is mentioned in the other questions? Why did you choose that problem? What would you do about it? Explain how that proposal would help the economy.