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Stashman Club
12-15-67
Balanced
Forecast

The major elements of economic stabilization.

- Fiscal policy.
- Monetary policy.



- Influence of the Federal Budget.
 - High employment budget.
- The Role of Monetary Policy.
 - Money Supply
- The Policy Mix.

- Results of what we've had -
 - G.N.P. performance
 - Current \$'s
 - Real \$'s

4 periods

- Interest rates.
- Prices - Inflation.

Recent period
monetary move
nov. - Dec.
Jan. - Rev
Fiscal - ?

- The Pound Devaluation -
 - Psychological reaction.
 - The Gold Rush.
 - The real position of the \$

Domestic vs. International Influence

Inflation and the Farmer

Pluses:

Farm Real Estate Value

Minuses:

Pressure on current net income

Prices received - stability

Prices paid - upward

The Credit Crunch a Squeeze
Total demand
Legal restrictions

General Price stability critical to long-run welfare.

International Strength of the dollar

Domestic Business

4 periods

Fiscal
Taxes

Monetary
Impersonal but it will work

Gold
The British devaluation

The dollar

Strong - as it stands

Further devaluation of pound

The tie to gold

Work 2:

Tax reduction