

Name _____

Economic Policies and Poverty: Understanding the Impact

Open-Ended Response Answer Key

1. Ethical considerations in designing economic policies to reduce poverty and income inequality involve balancing the principles of justice, fairness, and social responsibility. Governments have a moral responsibility to address these issues by implementing policies that ensure a basic standard of living for all citizens while promoting economic growth. They must also consider the potential consequences of policies on different segments of the population, avoiding undue harm or exploitation.
2. In a scenario where a country simultaneously implements progressive taxation and increases the minimum wage, the potential combined impact on poverty rates and income distribution can be substantial. Progressive taxation would redistribute wealth by taxing higher earners more, while a higher minimum wage would directly increase the income of low-wage workers. This dual approach could lead to a significant reduction in poverty rates and a more equitable income distribution.
3. Economic policies play a crucial role in responding to economic crises, protecting vulnerable populations, and promoting recovery. During the global financial recession of 2008, effective policies included stimulus packages, financial sector reforms, and measures to prevent home foreclosures. These policies aimed to stabilize the economy, create jobs, and provide support to those affected by the crisis.
4. Art and artists like Michelangelo have had a profound impact on human culture and creativity throughout history. They have challenged conventions, expressed complex emotions, and influenced the way we perceive the world. Michelangelo's contributions to the Renaissance era expanded the possibilities of artistic expression and continue to inspire generations of artists and art lovers, underscoring the enduring significance of art in our lives.

