## Fiscal policy sample interview questions

- 1. What is fiscal policy?
- 2. Who is responsible for setting fiscal policy in the United States?
- 3. What are the tools of fiscal policy?
- 4. What are the goals of an expansionary fiscal policy?
- 5. What are the goals of a contractionary fiscal policy?
- 6. What are the relationships between taxes and spending when enacting various fiscal policies?
- 7. What is the current state of the U.S. budget?
- 8. Would you suggest changing our current fiscal policy in the short term?
- 9. Would you suggest changing our current fiscal policy in the long term?
- 10. Would you advocate changes in our current system of taxation? If so, how?
- 11. If we enacted these taxation changes, what impacts would be felt by households, businesses and the government?
- 12. Would you advocate changes in our current system of spending? If so, what specific programs would you like to see given additional funds or receive fewer funds and why?
- 13. If we enacted these spending changes, what impacts would be felt by households, businesses and the government?

## Monetary policy sample interview questions

- 1. What is monetary policy?
- 2. Who conducts monetary policy in the United States?
- 3. How may monetary policy work with or in conflict with fiscal policy?
- 4. What's the relationship between inflation and interest rates?
- 5. How may an increase in interest rates influence business investment spending and consumer durable spending?
- 6. How may a decrease in interest rates influence business investment spending and consumer durable spending?
- 7. What is the inflation rate in the U.S. right now? Is it a problem in the U.S. right now?
- 8. Would you advocate an easy monetary policy or a tight monetary policy for the U.S. at this time? Why?
- 9. Define the reserve requirement. Why is it the most powerful and least frequently used tool of monetary policy?
- 10. Should we change the reserve requirement at this time?
- 11. Define the discount rate.
- 12. Should we change the discount rate at this time?
- 13. Define open market operations.
- 14. Why are open market operations the most frequently used tool of monetary policy?
- 15. What happens when the Fed sells bonds? Why would the Fed sell bonds?
- 16. What happens when the Fed buys bonds? Why would the Fed buy bonds?