

Giuliano Manzi

Gordon Bonrrow

Macroeconomics

### Final Essay

Workers can benefit significantly from federal-state Unemployment Insurance (UI) program if they want to continue working. More employees could gain by updating and adding new features to UI programs. It would be possible for companies to keep workers on schedules with fewer hours while still giving them prorated unemployment benefits and preventing the end of their employment ties by enhancing and expanding short-time compensation schemes. States might use the federal government's present funding to adopt and promote short-term compensation schemes, and the federal government could finance more research on the best ways to create and broaden the programs. Additionally, the federal government might enhance UI by establishing a type of insurance against wage loss and by expanding the number of automatic and lengthy renewals of UI benefits during recessions. The states might expand and promote the use of partial UI claims, which enable qualified employees to claim a reduced benefit while working part-time.

These actions may help displaced employees find jobs, encourage them to stay in the workforce, stabilize the

economy, and offer significant advantages to qualified workers, their families, and their Communities.

A federal employment program that provides financial incentives to private-sector firms to hire jobless, formerly low-wage workers might help workers create long-term careers and assist employers who are struggling in the current economic climate. This policy may provide staggered government payments of a full subsidy for the first three months of employment costs and a half subsidy for the next three months. The employer would promise to retain the employee for at least an additional three months without a subsidy.

To fight inflation, President Biden could Lower Health Care Costs: Through payments to Medicare providers, Medicare Advantage plans, and its coverage of prescription medications, the federal government directly affects a number of healthcare pricing. Well-planned healthcare changes can lower costs and use, which would lessen the pressures of inflation. Also, To Increase Revenue and fight inflation, the Tax Code should Be Reformed. The amount and distribution of after-tax income are the major ways that the tax code's structure and size have an influence on inflation. Tax hikes may lower demand in a way that is advantageous from a distributional perspective, hence reducing inflation. By restricting tax expenditures and subsidies that raise particular prices in the economy, lawmakers can further lower inflation.

Consumer spending and company investment are frequently the main drivers of

economic expansion in the United States. For instance, house builders, contractors, and workers in the construction industry will see an increase in business. Businesses that recruit more employees, increase pay, and make investments in expanding their operations also stimulate the economy. A business that purchases a new production facility or makes technological investments generates expenditure, which boosts the Economy.

Other elements support entrepreneurship, consumer spending, and economic growth. For instance, banks lend money to customers and businesses. Businesses who have access to credit may use it to establish a new product line, purchase a new fleet of vehicles, or finance a new production facility. The expenditures and business investments have favorable consequences on the participating firms. However, the expansion also includes individuals who work for the businesses, as in the case of the truck manufacturer and bank workers.

Tax reductions and tax credits are intended to put more money in consumers' wallets. The ideal scenario is for these customers to spend some of that money at various firms, so raising their revenues, cash flows, and profits. Having more cash gives businesses the capacity to raise finance, advance technologies, expand, and develop. All of these activities boost productivity, which boosts economic growth. Tax reductions and refunds, according to supporters, provide customers the opportunity to boost the economy by spending more money.

