

A policy change and local activation: A village of population 11

Yuka Nagata
Shizuoka university Hiroyasu Nagata

1. Aim

This paper examines the question what the “three’s arrow (3A)” will perform for the purpose for whom by restoration to economic, whether there will be the local activation or not especially. The LDP of Japan proposed the 3A one in policies regained the government from DPJ. Would be provided our by dizzying pace rapidly policy change as Article 25 constitution of Japan to say “...maintain the minimum standards of wholesome and cultured living...” The inflation go prices up from the present situation, the more life poor become harder to live as a result of tormenting family budget gasp painfully because climb up import goods with making the weak yen moreover if the consumption tax rate raise. As an example modeled on Japan we take up a village of population 11 here, the village live a mayor and a staff who order public works project to a personal company, a youth and an old man they live on welfare in the village and grant a pension, a bank’s president employs a bank clerk, and a company’s top employs an office worker who take in a child care allowance to the primary schoolchild from the village. Various taxes are imposed on villagers severally, income tax..., the government office is able to the public loan, and the company and the bank have issuing of corporate bond or stock certificate.

2. Methods

For this purpose, we inspect the village by a simulation. We set the standard value of the situation “cost” of minimum limit 100, results obtain numerically the activity same as financially, after that we decide the activation of the village and villagers by big or small deviation from the 100 that meaning they can live in peace financially and the richness of a mental heart defines it in this article.

3. Results

We found that the yield of taxes of the village reduced remarkably because the bank and/or the company decline the property and/or the income. From the bank to the company too could maintain the fortune by monetary easing. The financial dispatch was effective against only the company having public works project. If the profit of company increases, strategy growth of the village was enabled because to get much more tax, the industrial promotion allow thereafter the youth of the welfare employ were good as the social contribution of a business. However, the activity of the village was a disappearing direction now that is not always.

4. Conclusions

From these findings, the monetary easing and the financial dispatch of 3A come to have a big income gap. The conclusion is that become disadvantageous to a low-income person, the more poverty the more add to the life poor by both. From our research we think that the government is the same that in 1967’s “Commons” of Garret saying as if there is not different spending to a mayor, staffs, public works, welfares, pensioners, children care...which is a problem of the tax distribution (Pigou, 1920; Sato, 1998) and compensates a person for getting activity, however, pensioners are different from others at one point the consideration of “reserve money” need because is not a free-ride (Lindahl, 1967). A future problem remains we could not see the solution of the life poor old man who cannot pay the cost of life to survival whether is the third arrow really possible.

References

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