

- We believe in America’s promise: that education and hard work can provide each individual with the opportunity to advance and allow each generation to do better than the one before. Today, however, that promise is in jeopardy because our nation is neither paying its way nor investing adequately in its future. Our nation has failed to make the tough decisions required to advance opportunity, prosperity, and growth over the years and decades ahead.
- The Hamilton Project’s economic strategy reflects a judgment that long-term prosperity is best achieved by making economic growth broad-based, by enhancing individual economic security, and by embracing a role for effective government in making needed public investments. The Project’s strategy—strikingly different from the theories driving current economic policy—calls for fiscal discipline and for increased public investment in key growth-enhancing areas. The Project will put forward innovative policy ideas from leading economic thinkers throughout the United States—ideas based on experience and evidence, not ideology and doctrine—to introduce new, sometimes controversial, policy options into the national debate with the goal of improving our country’s economic policy.
- Many options for addressing the fiscal problem have been identified; the most pressing need now is not new ideas, but greater political will and a bipartisan political process. The president and the leaders of both parties in both houses need to come together in a special process that recognizes the critical importance of these issues, acknowledges differences in views, and works to reach common ground with joint political accountability.
- The failure to invest wisely in sound policies to promote economic growth is particularly problematic in light of the growing competition U.S. workers and firms face as the people of China, India, and other nations rapidly enter the global economy. Significant new intellectual work is needed to identify evidence- and experience-based policies to promote individual opportunity and strengthen America’s economy.
- The Project will therefore reach across the country to encourage many of the nation’s leading thinkers to put forward new proposals and will help bring those ideas to bear on policy debates in a relevant and effective way.
- Economic evidence and experience suggest three principles on which the Project’s economic strategy is premised:
 - **Broad-based economic growth is stronger and more sustainable:** Broad-based growth will be stronger and more sustainable than growth accruing disproportionately to a small segment of the population. When public policy excessively favors relatively few, the economy misses out on opportunities for innovation and productivity by the many.
 - **Economic security and economic growth can be mutually reinforcing:** Not only does economic growth increase economic security, but economic security in turn can increase economic growth—by enabling people to take the risks that promote growth (such as starting a new business or investing in their own education), by getting families back on their feet quickly after unexpected shocks, and by lessening calls for growth-diminishing policies like closing our markets to competition.

- **Effective government can enhance economic growth:** Markets are the cornerstone of economic growth, but government must invest in critical needs that market forces will not adequately meet—such as education, infrastructure, and basic research. Government must rigorously seek efficiency, increased productivity, and internal reform so that it can most effectively target its policies to provide necessary services.
- To achieve the goal of strong, sustainable, and broad-based economic growth, the Project will identify and advance sound policy ideas that rest upon four pillars:
- **Education and work:** The productive power of the U.S. economy lies heavily with its people. The Project will explore ways to improve education—from prekindergarten through graduate school—to equip America’s youth to succeed in the knowledge-based economy; reform the nation’s job training and vocational education system; and increase work incentives for low-skilled workers.
 - **Innovation and infrastructure:** Innovation fuels growth, creates jobs, and expands economic opportunity. With global economic activity becoming increasingly dependent on technology, the Project will propose ways of making more workers literate in science and engineering; adopting smarter incentives for private firms to undertake R&D and removing barriers to private-sector innovation; increasing the federal commitment to fundamental scientific research; achieving energy independence; and improving our nation’s physical infrastructure.
 - **Savings and insurance:** The more security that people can achieve in their personal finances—through both savings and social insurance—the more confidence they can place in the future, making them more likely to seize opportunities and bounce back from adverse events. The Project will be examining topics such as shoring up health-care coverage and reducing health-care costs; cushioning the economic shocks of job dislocation; and increasing retirement security—all in an effort to provide people with the economic security they need to be entrepreneurial and invest in their own skills.
 - **Effective government:** Government has a limited but essential role in creating the conditions for growth in which all Americans can share. The Project will propose ways to increase government productivity and efficiency; realign government’s activities in response to changing circumstances; reform government regulation so that it efficiently guides private firms when necessary without unduly hampering them; and take measures to make the Project’s proposals budget-neutral.

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