

The Value of Economic Management in a Market Economy

Wen Shao

line 1 (of *Affiliation*): dept. name of organization Sichuan Agricultural University
Dujiangyan, China

Abstract: Under the conditions of market economy the government does not directly intervene in market economic activities, but by way of macroeconomic regulatory. Continuously standardize market economy main body own behaviors through the formulation and adjustment of the macro and micro economic system. In this way can remedy the defects of the failure of the market economy and continuously improve the level of spontaneous allocation of resources of our market economy. Government direct involve and intervene the specific economic activities separated from the planned economy, who out of the market and independent of the market to lead and supervise, as well as do support and approval the market economy policies and the various systems. Government clarifies its service functions, achieves effective transformation of government functions, and provides reliable protection for playing the role of market economy. This article mainly start from the concept of economic management, the necessity of presence and its important role in market economy management activities to provide the theoretical basis for an effective transition for the current government's economic management functions.

Keywords: Economic management; Government functions; Market economy; significance

1. Introduction

Thirty years of reform and opening up, China has gradually realized perfect transition from a planned economy to a market economy, markets and the plan is a way of market allocation of resources. Through the market self-regulation mechanism supply and demand, self-improvement and self-regulation proceed simultaneously. But China's market economy is at early stages of development, and its related systems and components sectors as well as supporting various mechanisms are not yet perfect, there are still shortcomings and deficiencies. Spontaneous market regulation cannot be fully play effective role, it need government departments supervision and regulation. Therefore, the government's economic management functions are bound to exist and implemented, markets and macro regulate as markets economic management means that should grasp with both hands, both coordinated and joint and commit efforts to market economy activities and running^[1].

2. The Meaning of Economic Management

The so-called economic management has broad and narrow sense. Broadly speaking, economic management can be understood as regulatory and supervisory work of the current socio-economic activities. The purpose is to ensure the effectiveness of social economic activities, maintain the standardization of social economic system. Economic management is an important component of socio-

economic activities and is the effective guarantee and necessary conditions for the country economic development. Narrow economic management is the guidance and norms for body economic behavior of market economic, and regulates the market order and restrain and monitor supply and demand trading activities within the market economy.

Economic management plays an important role for market economy operation and development, provides effective oversight and regulation basis for socio-economic activities operation and development and it is the necessary conditions to achieve sustainable socio-economic. Economic management means and methods have comprehensive utilization much knowledge, which is an important sector of the whole society management activities and need many relevant departments support and cooperation^[2].

2.1. Economic Management is a Constantly Changing Dynamic Process

With the rapid development of the world economy, the society technology continues to accelerate updates, so management activities as an important economic development support and protection factors bound to be an evolving dynamic process. The continuously changing of management activities each object and elements directly determines the dynamics of economic management activities. In the specific management matters, the various components change along with each stage development

and constantly adapt management needs. Quickness and stage of economic development directly determines the direction of social management measures and specific measures adjust with the development, so that keep up with the pace of economic development and escort social economic activities.

2.2. Economic Management is Complicated System Engineering

Economic management as an important component of social management department, is a comprehensive social management functions and connected together by a number elements through a managed object. Various elements are closely linked together to form a system of careful organization. The interaction between the various elements, mutual restraint and reasonable configuration is to achieve the effective operation of the entire system and achieve the best results. If internal elements against each other or conflict, that will lead to abnormal operation of the whole system. Every small management unit in economic management system connect with the outside air systems via a link, the dynamic changes of the internal unit adjust as the external environment changes at any time, thus the whole economic management system changes with the internal and external factors.

2.3. Economic Management is an Organic whole with Dynamic and Systematic

Economic management activity is the process to transmit various components of internal and external imbalances to a reasonable balancing process. Management objects continually changing along with economic activity internal and external environment, therefore, the economic management system and management philosophy need to constantly innovate, keep pace with the times and adjust the specific working methods in time and ideas to seek innovation and a way out. Therefore, we need to grasp the overall macroeconomic in the specific economic management activities, deal with the relationship between whole and part, distinguish primary and secondary work, seize the main contradiction, coordinate internal and external relations and dare to break the temporary equilibrium of system. Therefore, the economic management activities are always remaining breaking balance seeking balance cycle.

3. The Importance of Economic Management Work

After China access to WTO, the share of foreign markets is continuously increasing, and promote China's rapid economic promotion, living standards are general improved. China's market economic system started late and still in the early stages of development, market economy occurred a variety of obstacles during operating, which hampering the further development of China's economy. Market economic system as a form of economic devel-

opment, has its own law of development, but the law of market allocation of resources needed to explore and exploit human factors. China's current market economy are obviously in a backward state compared to the developed economy of the mode or mechanism, it needs market own efforts and more needs community, especially the government's economic management departments the right guidance and support. Therefore, the state government's macroeconomic guiding role is necessary, only to ensure the effective management of the government on the economy can guide the market economy itself virtuous cycle to promote the market economy explore and follow.

China's past planned economy system and the traditional way of allocation of resources obviously present defects and deficiencies in the process of economic development, the state economic management responsibility to determine the necessity of management of power and exists independently outside the economic activity. In the past market economic activities rely solely on market mechanisms of resource allocation approach had some damage on the whole benefit of China's economy, market competition needs constraints and management authority of state functions. However, in the past planned economy era, government directly involved in specific economic activities not just intervention and regulation, the government holds the allocation of resources and supply and demand, the market is extremely passive position and does not participate in the self-configuration of the various elements. At this time, economic management activities mainly through advance planning, programming and other means to arrange economic matters and implement every policy. Such manner depends on arranging a variety of economic activities can effectively avoid the defects of deploying market resources, have the capable of preventing the matters damaging the economic interests in advance, even if exist the place where the master can be redressed and remedied afterwards relies on government resources and powers. Therefore, in this aspect, the Government's administrative powers are granted by state^[3].

However, the planned economy totally dependent on government power allocation of resources, the government is both economic policy and related systems makers, But it is also the owner of resources and power, which has seriously hampered the enthusiasm of the various elements, the market each business owner is the country, lack of personal initiative and innovation, so it has brought serious obstacles to social and economic development. Thus, after the reform and opening up, we actively explore and establish a socialist market economic system. According to China's actual conditions, gradual to allow the market play its due role within a certain range, especially every successful practice economic zones, which has provided successful model and experience for the construction and establishment of Chinese characteristics socialist market economic system. Thirty

years of reform and opening up has made great achievements in economic and social fully demonstrated the superiority and advancement of the socialist market economic system, actively participate in international competition in the market, fully dependent on the domestic market of products and resources, on an equal international platform to fully demonstrate the economic strength of China's enterprises

At the same time, the process of development of market economy suffered different degrees of problems, such as related system is imperfect and missing mechanisms, the pace of reform and opening up is still heavy, we must rely on the existence of the government's economic management functions and fully establish and improve socialist legal construction to provide fair and equitable social law environment for socialist market economic system. The Government is the department to execute the state right, it is necessary to macro-control economic activity, suppress market risk and averse disorderly market behavior^[4].

Survey data show that the level of national income is rising all the time since reform and opening up, which is inextricably linked with the constant improvement of the market economy and government policy support. National macro guidance on economic activity and policy preferences on economic activities is crucial, the government on economic activity is of great significance, summarized in the following points:

3.1. Some economic activities are beyond the range of the government's macroeconomic regulation role of the market

With the continuous development of market economy, some of the difficult issues of market regulation are prominent, national legal systems and economic policy-oriented role in support of the market, it is the parts that current economic problems needs to be restricted and corrected.

The responsibilities of economic management are not only the national guidance on the important functions of a market economy, but also the inherent requirements of continuous development of market economy, the economic management activities are better able to lead the direction of social and economic development, to prevent deviation from the socialist economic planning economic development of the track, thereby maintaining the energy of the market economy, promoting social economic develops sustainable and healthy.

3.2. The government's macroeconomic regulation and constantly improve the market economic system

China's market economy in the early stages of development, market economy and its supporting mechanism is not perfect, there is something unreasonable. Especially the mechanism is not perfect, this has led to some problems for the behavior of economic agents, such as non-

standard and loophole, effective management of the government to regulate the market economic order, establish fair and reasonable competition platform, which is the main market economy to provide effective government services, scientific and standardized guidelines reduce the risk of market economy range, and take full use of government resources, so as to predict and analyze the dynamic changes for a market economy, and guide the development of the market economy properly.

3.3. Economic management can make a better government administration according to law

Government represents the people to exercise state power, the people are the owners of the power, the power comes from the people, giving back to people. In the exercise of economic management, all the powers must have the correct source, which meet the requirements of national legal systems. Law-based administration becomes an important benchmark to challenge and considerate government behavior. The so-called law-based administration is based on the provisions of legal authority, the power of relevant government departments derived from the state's basic legal powers, that is the permissions and licensing of constitution and other relevant laws.

Without the extent permitted by law the acts of powers exercising is not authorized by law, their behavior are unreasonable, unlawful which should be subject to social and legal sanctions. Effective economic management activities can promote of government exercise their power better according to the legal system^[5-6].

Current authority has unreasonable interference economic activity behaviors in the process of economic management. Meanwhile, some departments excessive intervention in the economy, direct participation in the economy, there are still witch hunt phenomenon, there is still phenomenon of malicious competition, hegemony, power and money market transactions can bring greater economic disaster. The powers of administrative law enforcement sources and the basis for enforcement require main market economy and the public informed and supervision. If the economic management behavior bring serious consequences, they must accept the punishment, bear each other's abuse of power caused economic losses. At present, continue to vigorously pursue the reforms of the government departments, to improve government efficiency, improve administration according to law mechanism, strengthen the authority of government accountability and punishment system, effectively establishing and implementing the rule of law, in order to create a good environment for the management activities of the market economy^[7-8].

4. Conclusion

With China's rapid economic development and the market economy continues to self-improvement, the test of the economic management capacity are increasing, how

to deal with increasing high-level requirements management has become the subject of economic management which is the important direction of the Government's efforts. Therefore, the key to China's current market economy, sustainable and healthy development is the level of the government to control the economic situation and the direction.

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