

Editorial Letter

Fiscal policy represents an important tool used by the governments to accelerate or to contract economic activity through the business cycle, to adjust economic disequilibria, to prevent financial crisis, or, at least, to mitigate its consequences.

In the actual context of the financial crisis started during 2007, many economists have pointed out the vulnerability of fiscal policy from most of the countries, including the developed ones. Consequently, the effects of 2007 crisis increased rapidly within the international level. Many economies still confront large fiscal imbalances and growing public debt stocks. Therefore, governments have to take fiscal adjustment measures that could be seen as being drastic and unpopular. But, the transmission mechanism of such measures and their expected impact on the economy depend on individuals' behavior and on the structure of the economy.

However, it could be stated that there is no 'unique fiscal policy prescription' that could be completely successful worldwide. Macroeconomic models consisting fiscal policy provide the theoretical background, but it should be kept into mind that these models run under restrictive hypothesis that can not simulate the whole complexity of an economic system. Therefore, empirical application of such models provides some particularities that could improve the original model, and, actually, can offer solutions

for decision makers concerning the implementation of fiscal policy, the transmission mechanism and its effects.

Romanian Journal of Fiscal Policy aims in putting together the academics' research preoccupations with fiscal policy makers' interests. RJFP was conceived as an academic journal for publishing empirical and theoretical work concerning fiscal policy and other related issues. The journal wishes to support the young researchers in making their work known worldwide and to improve communication between academics and policy makers.

Considering all the above, Editorial Board of Romanian Journal of Fiscal Policy wishes all the best for its fellow contributors!

**Editorial Board
October 2010**