Prompt/Purpose: Identify similarities & differences between fiscal & monetary policy

What? Main Idea (red)
Fiscal and Monetary Policy influence the economy.

By US Government
Through President, Congress, Budget, Debt, & Agencies
Tools: Taxation, Govt Spending
Timing: Very long inside lag

Fiscal Policy
Used to impact Economy

Monetary Policy

Tools:
- Discount Rate
- Interest Rate
- Reserve Requirements
- Open Market Operations
Timing: longer outside lag

Influences:
- Money Supply
- Production
- Employment
- Prices
- Goal: Stable Growth

Where? How do you know? (green)
Test & Lecture

By Federal Reserve
Through the Banks

To be able to examine & understand how Govt & the Fed actions impact the economy and our lives

Why? Is this important? (red)

Every one

Who or What? Point of View? (blue)