

Name:

Chapter 15:

1. The Two Tools of Fiscal Policy are: _____

2. Goal of Expansionary Policy: _____

3. Goal of Contractionary Policies: _____

4. Fill in the chart below:

| Economic Philosophy | Method Used to Affect the Economy | If Goal is Expansionary | If Goal is Contractionary |
|---------------------|-----------------------------------|-------------------------|---------------------------|
| | | | |
| | | | |
| | | | |

5. Identify and explain two problems of debt:

6. What is the difference between a deficit and debt?

Chapter 14:

I. Tax Structures – Fill in the following chart

| Type of Tax | Income | % of income paid in tax |
|-------------|--------|-------------------------|
| | ↑ | |
| | ↑ | |
| | ↑ | |

II. Gov't Spending – Fill in the following chart

| Level of Gov't | Greatest Revenue Source | Greatest Expenditure |
|----------------|-------------------------|----------------------|
| Federal | | |
| State | | |
| Local | | |