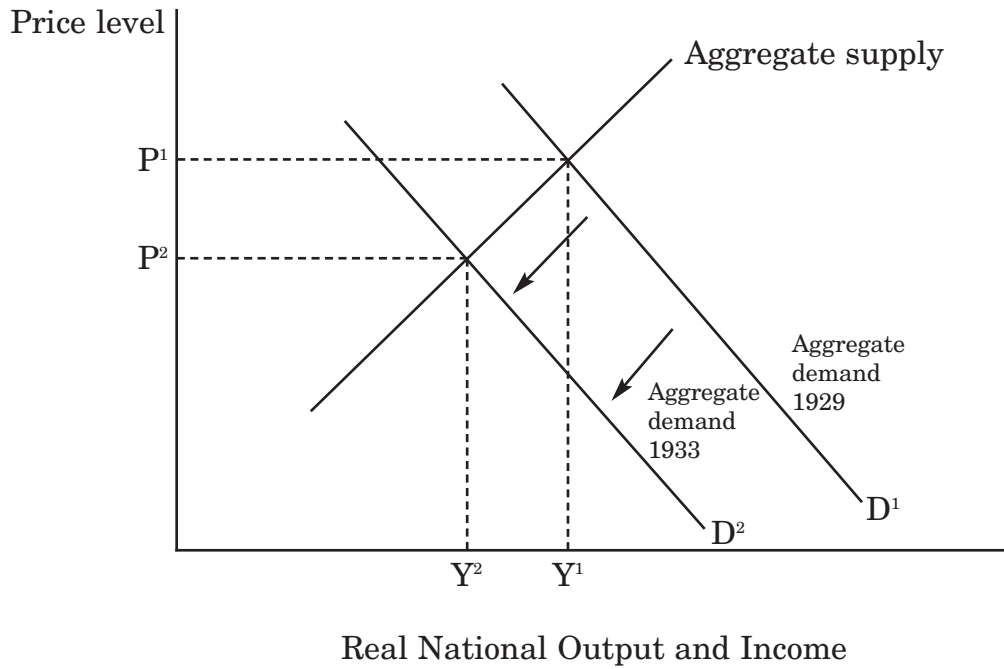


VISUAL 31.1

CHANGE IN AGGREGATE DEMAND



VISUAL 31.2

TYPES OF NEW DEAL POLICIES

- Relief: Providing immediate aid to people who had lost income
- Recovery: Restoring GNP to the full-employment level
- Reform: Providing greater security or benefits for groups of people

VISUAL 31.3

NEW DEAL REFORM LEGISLATION

- Federal Housing Administration (1934)
 - ✓ Guaranteed mortgage loans of up to 30 years
- National Labor Relations Act (Wagner Act), 1935
 - ✓ Guaranteed collective bargaining
 - ✓ Established the National Labor Relations Board
- The Social Security Act, 1935
 - ✓ Established old-age pensions
 - ✓ Established unemployment compensation
 - ✓ Established aid to dependent children, the blind and elderly not eligible for Social Security
- Rural Electrification Administration, 1935
 - ✓ Organized electrical cooperatives to supply power to rural areas
- Fair Labor Standards Act, 1938
 - ✓ Minimum wage (25 cents an hour)
 - ✓ Maximum hours (44), additional hours to be compensated at overtime rates
 - ✓ Restricted “oppressive” child labor