AD/AS Economy Quiz Review

Drawing Practice		
Economy operating at:		
Full Employment	Below Full Employment	Greater than Full Employment
 Calculate and apply the multiplier: Example: MPC is .95 Spending & Investment Multiplier 	Tax Multiplier	
Recessionary gap of \$500 billion		
How much would the government have Show work:	e to change spending by	
How much would the government have Show work:	e to change taxes by	
	demand, which is the largest, which are r confidence or a lack of confidence affe	
4. Be able to explain the difference bet	tween long-run and short-run aggregate	supply.
5. Know the three main variables that overlables shifts the short-run aggregate		how an increase or decrease in any of the