

In-class Activity: Evaluate Fiscal Policy Proposals Answer Key

In Small Groups:

Given how brief the summaries are and judgments about the sizes of the effects, student results may vary.

	High MPC?	Short Implementation Lag?	Target to those in need?	Temporary?
PPP	Yes	Somewhat	Yes	Somewhat
FPUC	Yes (1.55)	Yes	Yes	Yes
Liability Protection	No	No	No	No
State Gov Aid	Yes (1.34)	Somewhat	Somewhat	Somewhat
Meals	Somewhat	No	Somewhat	Yes
Stimulus Check	Yes (1.55)	Yes	Yes	Yes

Individually:

Choose the policy that you think will be most effective. Explain your choice, considering the four factors and how you prioritized those factors.

The most common answer is likely FPUC or Stimulus check since results are yes for all four factors. However, students may choose PPP if they value protecting small businesses most. May answer Liability Protection if they value large businesses most. Some students may choose State Gov Aid if they value the flexibility for local government most. Finally, some students may choose Meals despite the argument that this is likely a small amount of government spending and would help businesses.