

# Fiscal & Monetary Policy Worksheet

Analyze how economic policies affect your finances

## Part 1: Fiscal Policy Scenarios

**1. The government cuts income tax rates by 5%. How does this affect: a) Your take-home pay? b) Government revenue? c) Potential future consequences?**

Your analysis...

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**2. Congress passes a \$2 trillion infrastructure spending bill. Identify THREE ways this could impact your personal finances:**

1.\n2.\n3.

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## Part 2: Monetary Policy Scenarios

**1. The Federal Reserve lowers interest rates from 5% to 2%. Analyze the impact on: a) Your savings account b) A mortgage you're considering c) Stock market investments**

Your analysis...

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**2. You have \$5,000 in credit card debt at variable interest. The Fed raises rates by 2%. How much more will you pay annually?**

Show calculation...

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## Part 3: Policy Comparison

**The economy is in recession. Compare how fiscal policy vs. monetary policy could help, and explain which you think would work better:**

Compare approaches...

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