



**Smaller Variation in
Production**

**Government Manages
the Economy**























Economy Self Adjusts









Larger Variation in Production







% Change in Production







The Great Depression



**Government has been
successful at reducing the
severity (size) of the decline in
output**

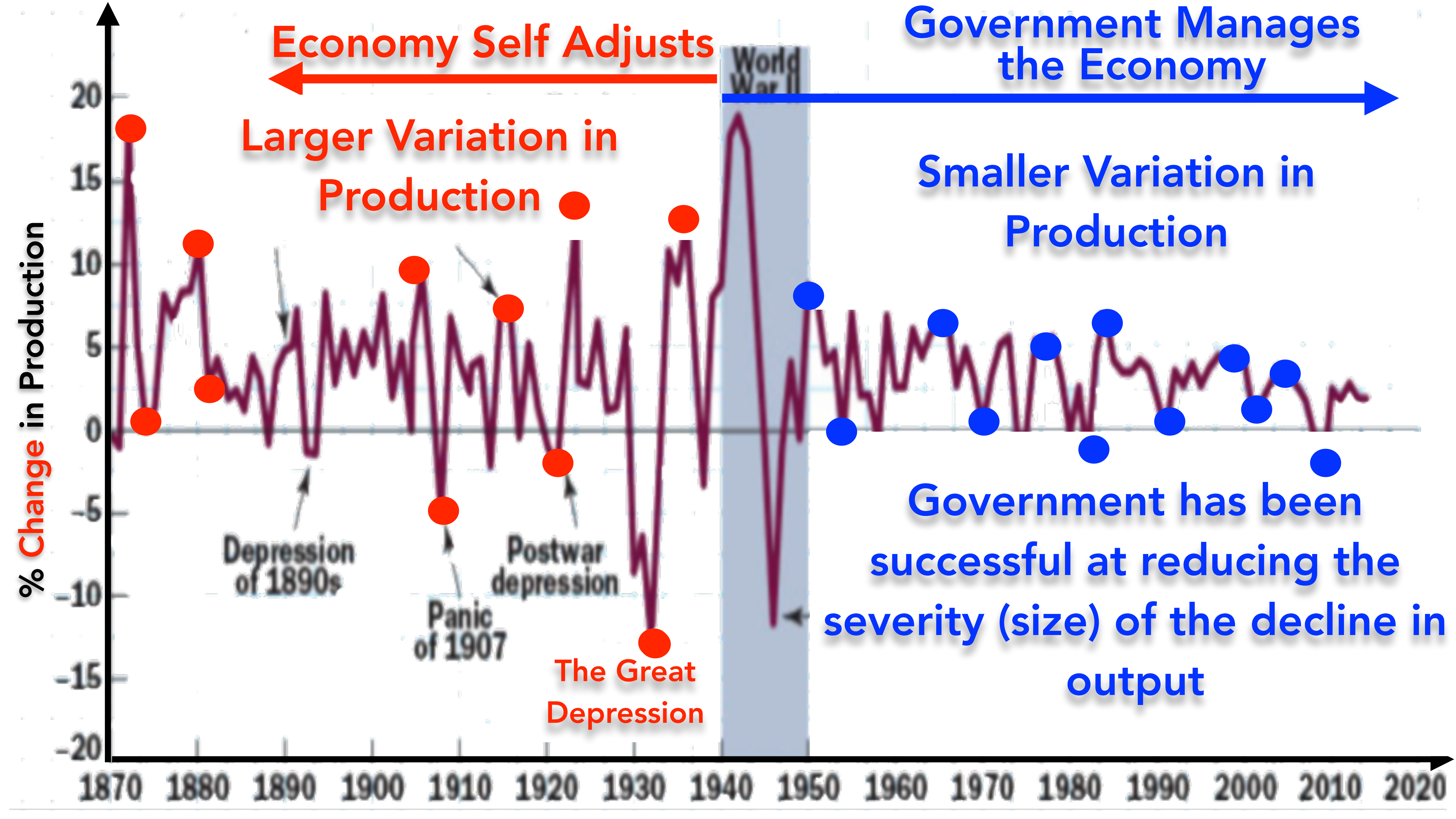












Macroeconomics: Managing The Economy