






If the Government wants to close a recessionary gap, the government can **Increase Spending** or **Decrease Taxes**



Either the  
Government buys more  
goods and services

A blue speech bubble with a tail pointing towards the top-left corner. Inside the bubble, the text "Or it puts money in our pockets for us to buy more goods and services" is written in blue font. The words "Or it" and "goods and services" are in black, while "puts", "money", "in our pockets", "for us to buy more", and "goods and services" are in blue.


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Are these two alternatives **equally** effective?

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