

ABC BOOK OF THE NEW DEAL

██████████ You are going to create an ABC book over the New Deal. All ██████ pages
██████████ will look like the box below. Every element must be used ██████████
██████████

AA
A

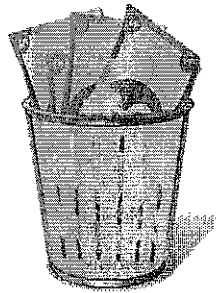
is for the Agricultural Adjustment Act of 1933 (AAA):

PURPOSE: This law administered by the Agric. Adjustment Admin. was established to decrease agricultural production in order to increase the price of those goods. This is called "parity pricing" where current prices on farm goods were matched to its prices in 1914. The most controversial aspect of this law was that it PAID farmers NOT to grow certain overproduced crops. To pay for this a new tax was placed on the now increased prices.

EFFECTIVENESS: This was seen as Socialism by many Americans. Although prices did rise helping farmers, it was hated because they had to plow under crops and kill livestock. It also created more unemployment in a time of 25% unemployment.

WHICH R?: Recovery because it was designed to help farmers recover from the dust bowl and deflated prices. It was not Relief because farmers had to do something to get help.

STILL HERE? No, although in one sense it is. It was declared unconstitutional by the Supreme Court IN 1936, but Congress then passed a the Second AAA (See entry for "S"). To some extend the Federal government still buys excess crops for school free lunch programs, and still pays people Not to grow certain crops.



SYMBOL: Because it was wasteful, but it HAD to be wasteful in the first years to decrease supply and increase demand and therefore prices. Although much was wasted, other destroyed produce was used in soup kitchens, etc.