

MAKE-UP NOTES: FOR CREDIT COPY ONTO YOUR OWN PAPER

The New Deal Notes

Franklin Delano Roosevelt (FDR) creates “New Deal”

Goals of The New Deal (3)

1. Financial Reform
2. Relief for Needy
3. Economic Recovery

1. Financial Reform

- Emergency Banking Reform (Fireside Chats to convince public)
- Glass-Steagall Act – started FDIC – gov insured bank accounts
- Federal Securities Act – Federal Securities Act – Created SEC = rules for stock market
- Public Utilities Regulation – i.e. electricity to farms 12% to 48% by 1945

2. Relief for Needy

Farmers:

- Agriculture Adjustment Act (AAA) – raise crop Prices by decreasing supply
Subsidies \$\$\$ for NOT farming all land &/or slaughtering livestock

New Jobs:

- Tennessee Valley Authority (TVA) - construction
- Civilian Conservation Corp (CCC) – jobs for work like Shelter Belt to help Dust Bowl
- Civil Works Administration (CWA) – new schools & teachers + ½ million miles of roads

3. Economic Recovery

21st Amendment (1933) – repealed 18th Amendment = alcohol legal again

- goal was to open up jobs and increase tax revenue by taxing alcohol

- Wagner Act = – “Fair Practice” rules to stop downward spiral of wage cuts/falling prices/layoffs
i.e. worker’s rights to unionize & bargain collectively+ can’t threaten workers or unions
- Federal Housing Administration (FHA) – government loans for mortgages
- Federal Emergency Relief Administration (HOLC) – Jobs to provide food/clothing/shelter for unemployed, ill,
or disabled people
- Minimum Wage and rules for teenage labor
- Social Security Act
 - Old age insurance – 65+ and spouses
 - Unemployment Compensation – ½ from employee, ½ from employer
 - Aid to families with dependent children & the disabled

- means a shift from “free market” to government regulation of market