**Chapter 14-The Great Depression Begins**

**Key Concept Notes**

**Chapter 14-Section 1- The Nations Sick Economy (pg. 464-471)**

***Main Idea:*** *During the early portion of the 1920’s America’s economy was facing a series of challenges that further separated the “haves and have nots” while the impending stock market crash of 1929 set the stage for the catastrophic effects of the Great Depression.*

**Economic Troubles on the Horizon**

***Identify*** some of the key economic issues facing the following groups:

* **Industries-**
	+ ***List*** the industries effected:
	+ ***Describe*** the economic issues facing these industries:
* **Farmers-**

***Describe*** the reason consumers had less money to spend in the 1920’s:

***List*** some of the advantages and disadvantages of “living on credit”:

* **Advantages**-
* **Disadvantages**-

***Discuss*** how the uneven distribution of income created problems for many American families:

**Chapter 14-Section 1- The Nations Sick Economy (continued…)**

**Hoover Takes the Nation**

Identify important information pertaining to the 1928 Presidential Election: **\*List their name and some information about them**

* Republican Nominee:
* Democratic Nominee:
* ***Identify*** the winner of the 1928 Presidential Election:

***Define*** and ***identify*** the purpose of the **Dow Jones Industrial Average**:

***Define*** the term **speculation**:

***Define*** the term **buying on margin**:

**The Stock Market Crashes**

***Identify*** the date and key reason for the stock market crash of 1929:

***Define*** the term **Black Tuesday**:

***Describe*** the effect Black Tuesday had on the American economy:

**Financial Collapse**

***Define*** the term **the Great Depression**:

**Chapter 14-Section 1- The Nations Sick Economy (continued…)**

***Discuss*** the effect that failing banks and businesses had on the U.S. economy following the stock market crash of 1929:

***Discuss*** the economic effects (aka shock waves) of our crashing economy on countries around the world:

***Explain*** the goal of the Hawley-Smoot Tariff:

List the four main causes of the Great Depression:

***Describe*** the effect these factors had on our economy:

**Chapter 14-The Great Depression Begins**

**Key Concept Notes**

**Chapter 14-Section 2- Hardship and Suffering during the Depression (pg. 472-477)**

***Main Idea:*** *During the Great Depression our country was facing an unbelievable level of poverty. American families were forced to sell all of their possessions and in some cases even send their children away. Throughout this time President Hoover’s failures to address this economic catastrophe caused many to develop a deeply personal sense of resentment towards the U.S. government.*

**The Depression Devastates People’s Lives**

***Describe*** how the Great Depression was affecting those living in urban communities:

***Define*** the following terms:

* **Shantytowns***-*
* **Soup Kitchens-**
* **Bread Lines-**

***Describe*** how the Great Depression was affecting those living in rural communities:

***Define*** the term **Dust Bowl:**

***Identify*** the areas of the country (which means name the States) that experienced the devastating effects of the Dust Bowl:

***Explain*** the effects that the Dust Bowl and the Great Depression had on American families:

* Families-
* Men-
* Women-

**Chapter 14-Section 2- Hardship and Suffering during the Depression (continued…)**

***Define*** the term **direct relief**:

***Explain*** the effects that the Great Depression had on children:

***Explain*** the effects that the Great Depression had on the **social** and **psychological** welfare of our country:

* **Social Impact**-
* **Psychological Effects**-

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**Chapter 14-The Great Depression Begins**

**Key Concept Notes**

**Chapter 14-Section 3- Hoover Struggles with the Depression (pg. 478-483)**

***Main Idea:*** *Following his election as President in 1928 Herbert Hoover was faced with the difficult challenge of confronting an economic depression unlike anything the U.S. has faced before. Unfortunately, his lack of federal oversite led to a continued economic spiral and a deeply divided nation politically.*

**Hoover Tries to Reassure the Nation**

***Describe*** President Hoover’s philosophy regarding his efforts to combat the effects of the Great Depression:

***Identify*** a few of the steps President Hoover attempted to take regarding the Great Depression:

  **Chapter 14-Section 3- Hoover Struggles with the Depression (continued…)**

***List*** some of the important information our book shares regarding **Boulder Dam**: **\*Be sure to include the location, cost and agreements required to pull off its construction**

***Discuss*** the Presidential Election of 1930 and the concerns many American’s still had regarding Hoover’s Presidency:

***Define*** the following terms:

* **Hooverville***-*
* **Hoover Blankets-**
* **Hoover Flags-**

***Discuss*** how President Hoover felt about direct relief and other forms of federal welfare:

**Hoover Takes Action**

***Describe*** Hoover’s feelings towards cooperatives: **\*Cooperatives: A government’s relationship with private entities**

***Define*** and ***identify*** the purpose of the **Federal Home Loan Bank Act** of 1932:

***Define*** and ***identify*** the purpose of the **Glass-Steagall Act** of 1933:

**Chapter 14-Section 3- Hoover Struggles with the Depression (continued…)**

***Define*** and ***identify*** the purpose of the **Reconstruction Finance Corporation (RFC)** created in 1932:

* How much money did the RFC loan out in their first five months of operation?

**Greasing the Bonus Army**

***Define*** the term **Bonus Army**:

***Describe*** why there was so much contention regarding the request for early payment to the members of the **Bonus Army**:

***Describe*** the reason behind Hoover’s decision to **disband** the **Bonus Army**:

***Discuss*** how this decision and the fallout of political protests caused conflict between American citizens and the U.S. government: