

Political effects

Government gained greater control. In 1940 it became illegal to threaten to overthrow the government of the USA under the Smith Act aimed at fascists and communists. The Selective service act also introduced conscription and the office of war mobilization was created to control the supply of goods and prices and the national war labour board set wages.

Economic effects

Made the new deal irrelevant- farm income grew by 250% and unemployment effectively ceased, 60% of women became employed and African American employment particularly in federal government massively expanded and GNP rose to \$166.6 billion. But the office of war mobilisation tightly controlled food prices and rent and rationing was introduced. Wages rose but as did national debt and taxes- the wealthiest paid 94% tax which brought about greater equality.

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