



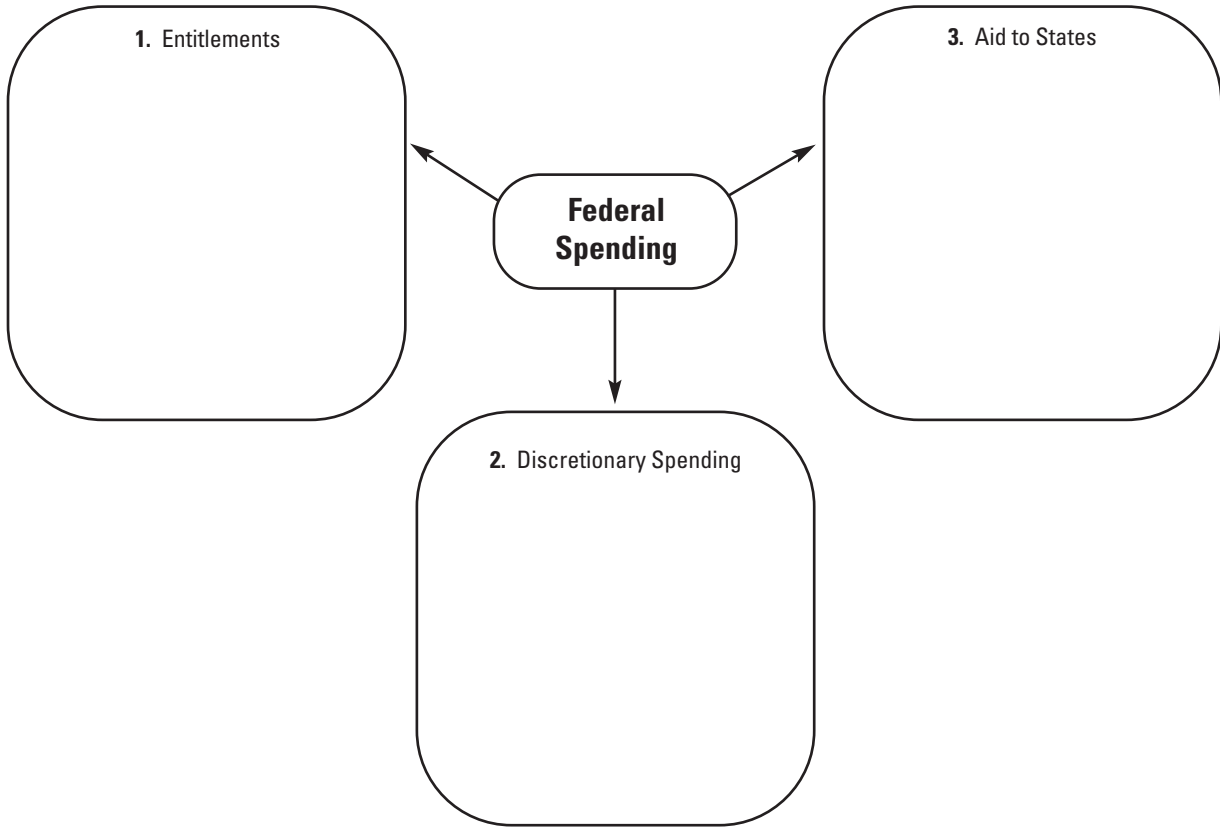
## Section 3: Guided Reading and Review

# Federal Spending

### A. As You Read

As you read Section 3, provide examples of the categories of federal spending in the diagram below.

**Categories of Federal Spending**



### B. Reviewing Key Terms

Define the following terms.

4. discretionary spending \_\_\_\_\_  
\_\_\_\_\_
5. mandatory spending \_\_\_\_\_  
\_\_\_\_\_
6. entitlement \_\_\_\_\_  
\_\_\_\_\_