**Day 9 Notes – TBS**

**Tax, Borrow, Spend (by the gov’t)**

**- 16th amendment:** Income Tax

Theoretical

Tax Consumer Spending **Economy Shrinks**

Tax Consumer Spending **Economy Grows**

Spending Consumer Spending **Economy Grows**

Spending Consumer Spending **Economy Shrinks**

Borrowing Consumer Spending **Economy Shrinks**

Borrowing Consumer Spending **Economy Grows**