Unit 3 - Issues, Policy, & Civic Engagement

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## **TAXATION & SPENDING**

• In the 2024 fiscal year, which ended 9/30/24, the total federal tax revenue in the United States was \$4.44 trillion or \$13,214 per person...



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# TAXATION & SPENDING

- Definition:
  - payments by individuals and business to support the activities of the government
- •Who has this power?
  - Article I Section 8...



## **TAXATION & SPENDING**

- Individual Income Tax
- •Corporate Tax
- •Social Insurance Taxes
- •Excise Taxes
- Custom Duties
- •Estate & Gift Taxes



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# **TAXATION & SPENDING**

- •Individual Income Tax
  - Biggest source of revenue
  - Progressive Tax
  - "taxable income"
    - Deductions
  - Dependents
  - Withholding
  - Internal Revenue Service

	ome tax brack	
(married co	uple filing a joint tax r	eturn)
\$647	,850	
	35%	Consider
\$431	\$431,900	income?
\$340,100		
\$250	24%	
\$178	,150 22%	Consider
\$83,5	550 12%	income?
\$20,550	550 10%	

### **TAXATION & SPENDING**

- •Individual Income Tax
  - Biggest source of revenue
  - Progressive Tax
  - "taxable income"
    - Deductions
    - Dependents
  - Withholding
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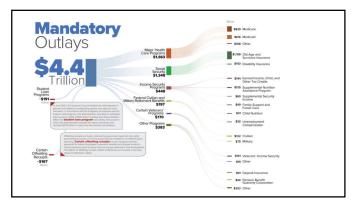
## **TAXATION & SPENDING**

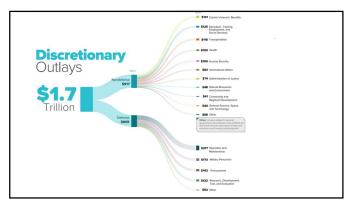
- Corporate Tax
- Social Insurance Taxes
  - i.e. Social Security, Medicare, & Unemployment Compensation
- Excise Taxes
- Custom Duties
  - Tariffs
- Estate & Gift Taxes

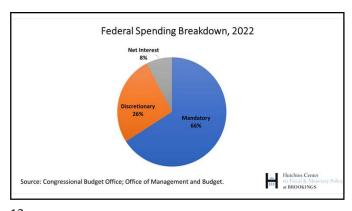
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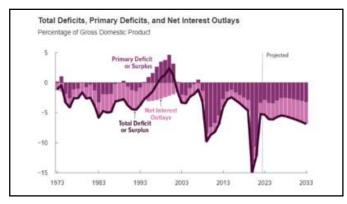
### **TAXATION & SPENDING**

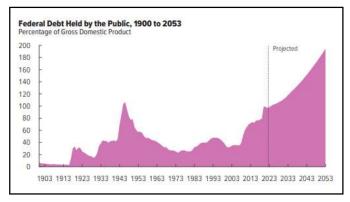
- Federal Budget
  - \$6.7 trillion in FY 2024
- Process starts 18 months out
- President: Proposes budget
- Congress: Makes the budget law
- Or at least that's how it's supposed to work...
  - Appropriations Bill
  - Omnibus Reconciliation Bill











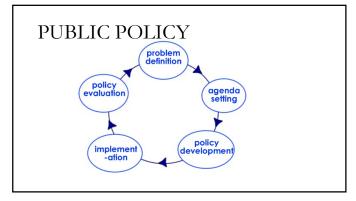
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# PUBLIC POLICY

• Public policy is an institutionalized proposal or a decided set of elements like laws, regulations, guidelines, and actions to solve or address relevant and real-world problems, guided by a conception and often implemented by programs.

- Wikipedia

•Or... how government does what it does...



# SOCIAL & DOMESTIC POLICY Business & Labor Free market...ish Protection & promotion Tax Incentives Services Subsidies Protective Tunking Market of the Bank of the Law of th

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## SOCIAL & DOMESTIC POLICY

- Business & Labor
  - Free market...ish
  - Protection & promotion
    - Tax Incentives
    - Services
    - Subsidies





#### SOCIAL & DOMESTIC POLICY

- Regulation
  - Controversial
  - Commerce Clause A1-S8
  - <1880's laissez-faire
  - Sherman & Clayton Anti-Trust Acts
  - Consumer Protection
  - Protecting Labor



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### SOCIAL & DOMESTIC POLICY

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  - Protecting Labor



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### SOCIAL & DOMESTIC POLICY

- Agriculture & Environment
   Marketing Services, Price Supports, & Conservation Promotion
  - Environmental Protection Agency
- Health & Public Assistance
  - Social Security, Medicare, Medicaid, S.N.A.P., Unemployment Insurance, Research
- Education, Housing, & Transportation
  - Interstates, Public Housing, F.A.F.S.A.

### FOREIGN POLICY & DEFENSE

- Policy Development

  - Changed over time
     Monroe & Truman
     Doctrines, Iraq Wars
  - Goals:
    - National Security
       Trade

    - 3. World Peace
    - 4. Democratic Governments
    - 5. Concern for Humanity



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### FOREIGN POLICY & DEFENSE

- Shared Foreign Policy Powers
  - President: Chief diplomat, Commander in Chief
  - · Congress: Declare war, approve promotions, oversight committees, Power of Purse, Advise & Consent



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### FOREIGN POLICY & DEFENSE

- •State & Defense Departments
  - Both part of the executive branch
  - State = conduct foreign relations
    - Embassy Ambassador Consulate Consul
  - Defense
    - Army, Navy, Air Force, Marines, Coast Guard, Space Force, National Guard



