This mark will be given to you later by your teacher!!

# Business

### Taxation

## How do governments get money?

Governments can get money in three ways. They can print it (but this leads to inflation), they can borrow it (but they'll need to pay it back), and they can collect taxes from their citizens. Taxation is the most sensible way to pay for services that everybody needs.

Match the way the government can get money to its consequence.

print money

need to pay it back

borrow money

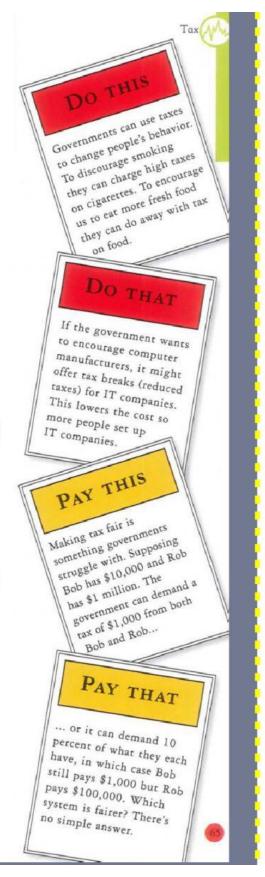
most sensible

taxation

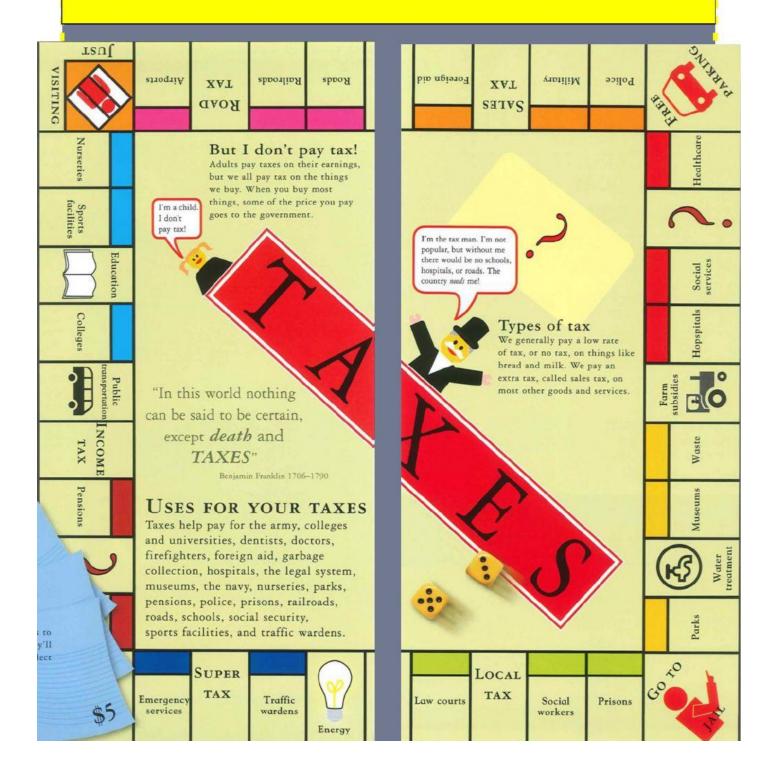
leads to inflation

### TAX

Not all goods and services are provided by companies. Some are provided by governments. One of the biggest decisions a government has to make is whether to provide a service (such as healthcare or education) to its citizens and fund it through a TAX, or cut taxes and let people buy it themselves from a private company.



#### What is TAX?



### In your own words - what do you remember?

### click here