



Nontax Revenues

1. What are sources of interest that the government collects as nontax revenue? _____

2. What is seigniorage? _____

3. What government corporation generates nontax revenue for the government? _____

Borrowing

4. For what three reasons does the government often borrow money? _____

5. Explain the process by which the government borrows money. _____

The Public Debt

6. What has been the trend of the public debt over the past 20 years? _____

7. Who initiates the spending process? _____

8. How does the federal budget serve as a political statement? _____

9. According to the chart on page 460, in what three categories has the government spent the most money since 1997? _____

10. Where does the budget-making process begin? _____

11. How does Congress become involved in the process? _____

12. What happens if the 13 appropriations measures are not passed by the beginning of the fiscal year? _____

Prepared by