

Taxation

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A complicated matter

A complicated matter

U.S. internal revenue code

A complicated matter

Taxes can:

- *Stimulate* desirable behavior;
- *Discourage* unwanted behavior.

Progressivity

Progressivity

3 instances of *tax progressivity*:

- *Regressive* regime;
- *Proportional* regime;
- *Progressive* regime.

Tax dimensions

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Federal taxes

- *Income* tax;
- Taxes for federal *social insurance* programs;
- *Corporate* taxes;
- *Excise* taxes.

State and local taxes

- *Excise* taxes;
- *Property* taxes;
- *Income* taxes.

Current events

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“One, Big Beautiful Bill” Act (2025)

Next time: Unemployment &
immigration