

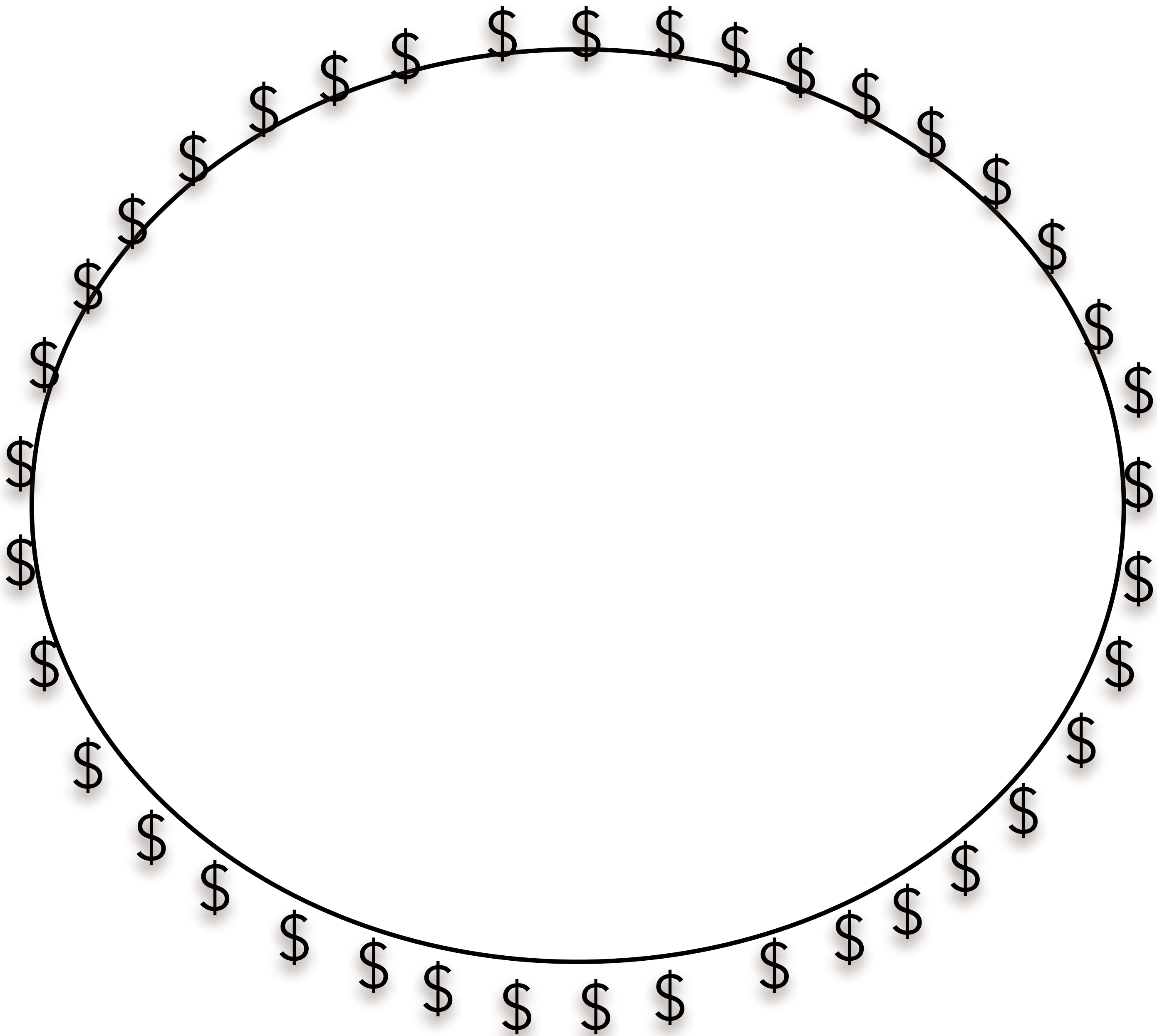


# Households

# Firms

Government


Rest of  
the  
World



# Money Supply

Total Amount of Money

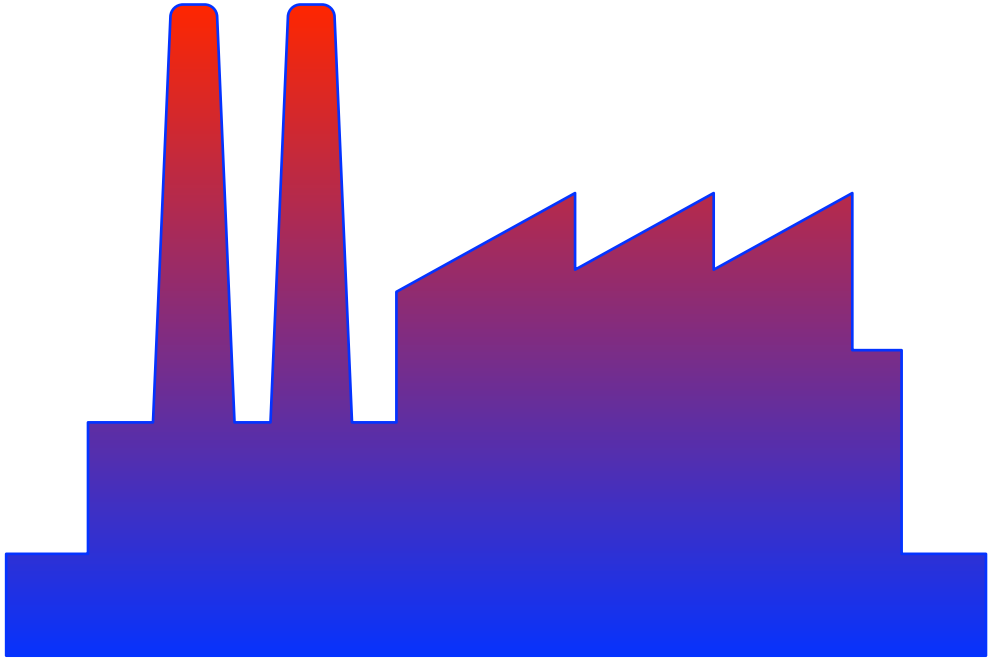
available to make payments to  
each other

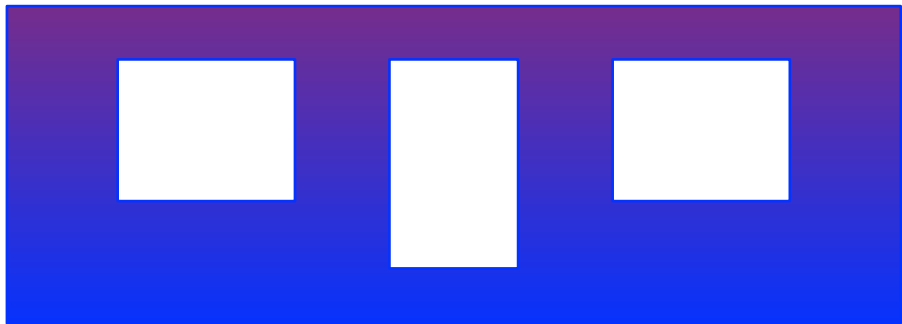


Where does  
new money  
come from?

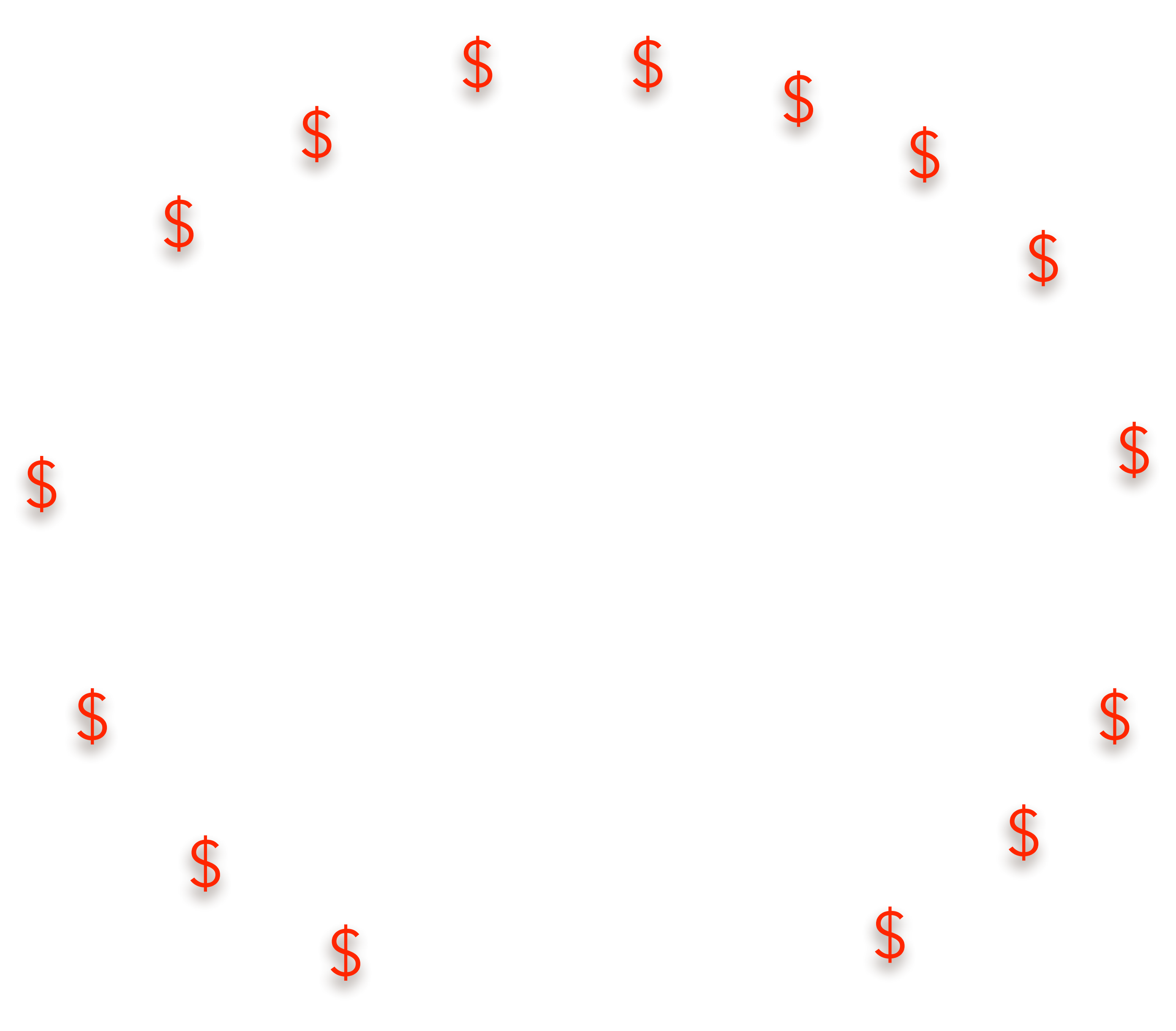










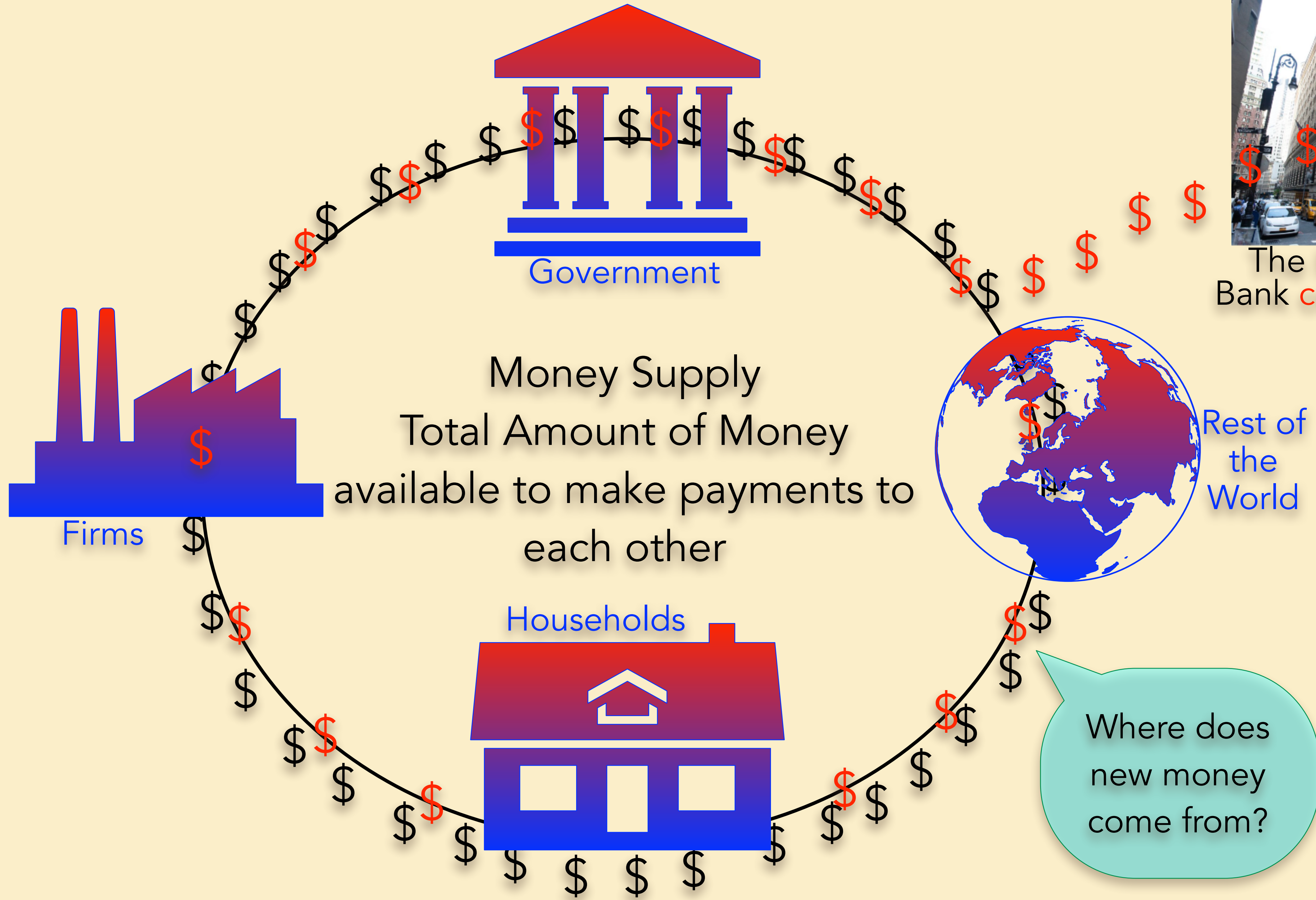


\$ \$ \$ \$



The Federal Reserve  
Bank creates new money





The Federal Reserve Bank **creates new money**

Where does new money come from?

Fed works through 12 District Branches