

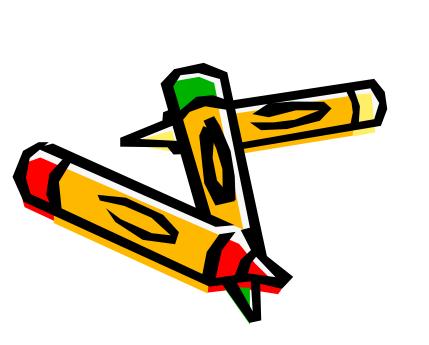
Taxes are of both types: taxes that change with income (like the income tax) and taxes that do not

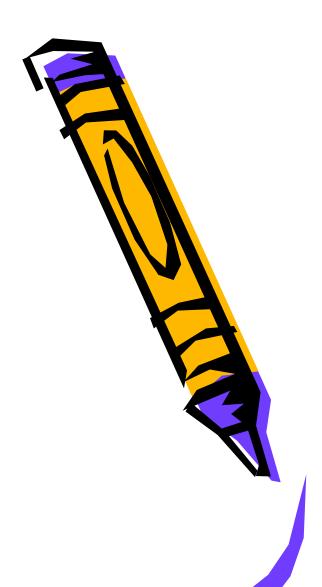
change with income (tolls)

Variable taxes T=T + tY

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Lump Sum taxes