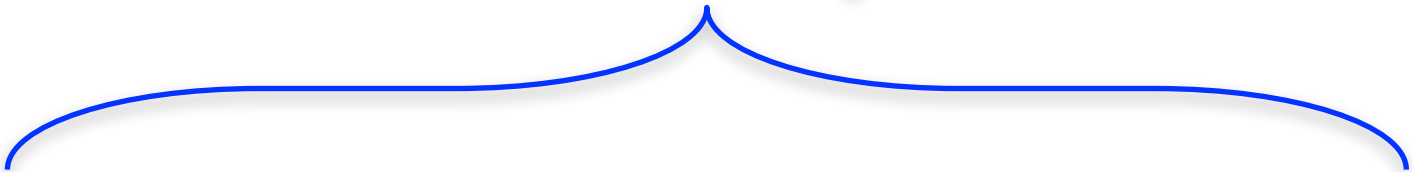


With Government

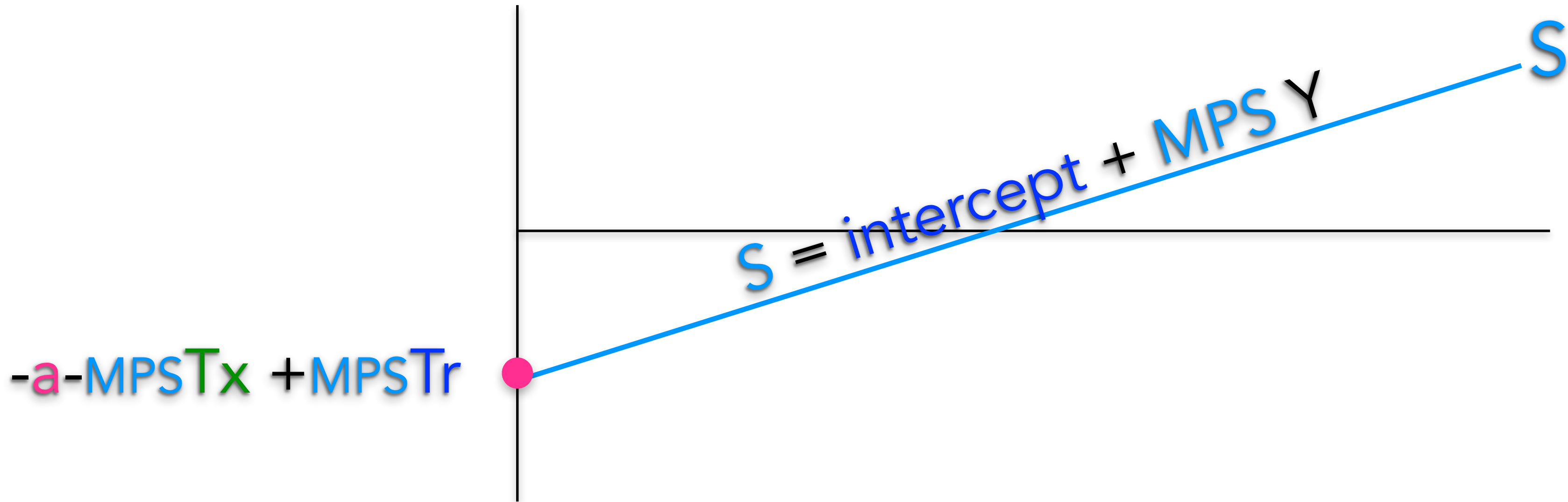
Slope



Intercept



$$S = -a - \text{MPS}_{Tx} + \text{MPS}_{Tr} + \text{MPS}_Y$$



S

a





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9

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n

A pink speech bubble with a pointed tail pointing towards the top right corner of the image. The bubble contains text in a black, sans-serif font.

Savings **shift**
with Wealth,
Expectations and
the CPI



Savings
shift with
Taxes

Savings change
with Income (Y)
movement along



Savings
shift with
Transfers

Income



Savings Function

With Government

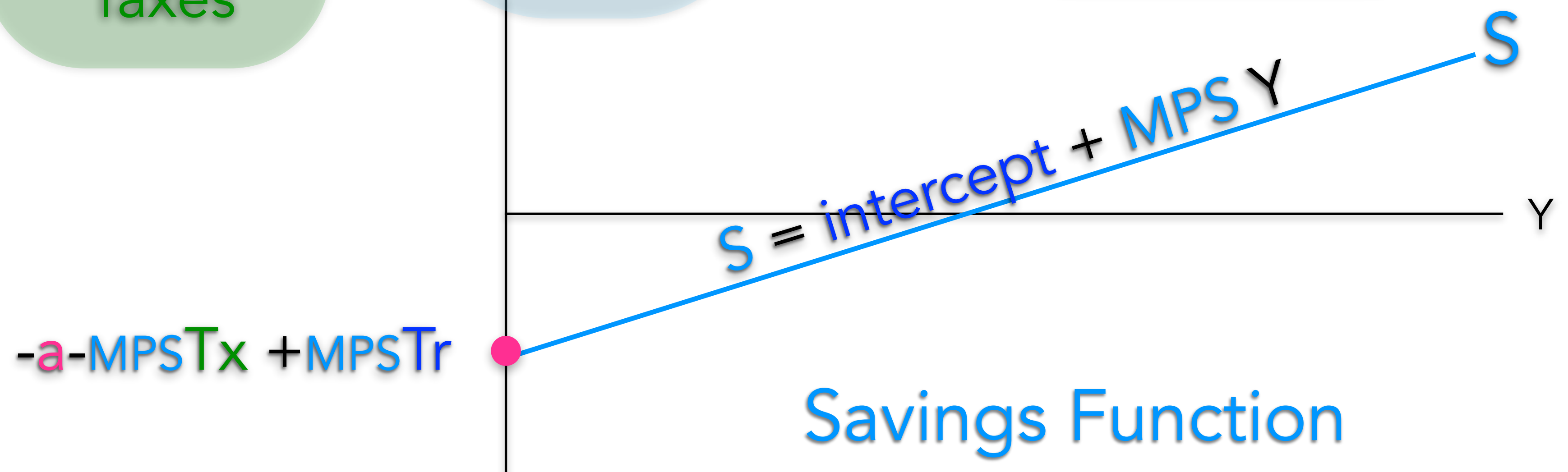
$$S = \underbrace{-a - \text{MPS } T_x + \text{MPS } T_r}_{\text{Intercept}} + \underbrace{\text{MPS}}_{\text{Slope}} Y$$

Savings **shift** with Wealth, Expectations and the CPI

Savings **shift** with Taxes

Savings **shift** with Transfers

Savings change with Income (Y) **movement along**



With Government