WHATIS THE STATE BUDGET?



THE STATE BUDGET IS A PLAN OF HOW THE GOVERNMENT COLLECTS AND SPENDS MONEY. SIMILAR TO HOW A FAMILY PLANS ITS BUDGET.

WHERE DOES THE MONEY FOR THE BUDGET COME FROM?







WHAT DOES THE STATE SPEND MONEY ON?









HOW IS THE STATE BUDGET ADOPTED?







CAN MONEY RUN OUT?

YES, IF THE **GOVERNMENT SPENDS** MORE THAN IT COLLECTS. IT FACES PROBLEMS. THEREFORE, IT MUST CAREFULLY PLAN HOW MUCH IT WILL SPEND AND BE CAUTIOUS NOT TO OVERSPEND. IF IT STILL RUNS OUT OF MONEY, IT CAN BORROW IT, BUT IT MUST PAY SOME EXTRA MONEY (CALLED INTEREST) TO THE LENDER AND RETURN

THE MONEY EVENTUALLY.



IN CASE OF EMERGENCIES



