

How Does The U.S Government Decide On How Much Money To Print?

I learned that it goes back to when the federal reserve became a thing to help banks still stand to this day, when banks need cash they request it from the Federal Reserve. The Treasury Department is responsible for printing money and minting coins. The banks request currency, the Federal Reserve provides a credit to cover the bank's needs, and then the Federal Reserve alerts the U.S. Treasury to print some money for the bank. This goes on almost everyday due to money being damaged, lost or worn out so the BEP is constantly printing or minting U.S currency. The U.S has been printing more money due to the pandemic and some wonder how far it can go? If we print less money then the economy would crash because there's not enough money for everybody's needs/funds. If we print more money than it would mess up the balance of the economy resulting in too much money being put out in society. It's almost like a cycle: the money we earn will end up back in their pockets. About \$1.2 trillion gets printed everyday.



The government decides on how much money to print, the bank will notify whenever they need more printed due to damage or loss of money in general. They'll also decide on their own if they see that the economy is crashing and needs more printed. The U.S at times goes into debt and you would ask, "Why can't they just print more?" Well it doesn't work that way because if it did then the

U.S would easily just print a lot of it and become the richest country on earth but they can't because too much of it in the world could make prices go up since more money is now cycling in society. That's where taxes come in, they'll take the money from the taxes and use that to fund for their needs. In conclusion I learned that the money comes from the Treasury and coins come from the United States Mint. Do you believe there will come a time where physical currency will no longer be needed?