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Referring to the first policy of giving an extra \$600 per week to people receiving unemployment benefits, I believe that this would affect the economy in both a positive and a negative way. Positively, by providing money to those who are unemployed during this COVID-19 pandemic, this could potentially boost the economy by allowing there to be cash flow within the economy. If people are unemployed, they have no income which means they aren't spending any money. The economy relies on consumer spending to keep it circulating in the way that it should. Once people receive their stimulus checks, consumer spending goes up creating a cash flow that wouldn't be present if the stimulus check did not exist. However, on the flip side of things, once these stimulus checks are given out, I believe that it creates a sense of false security. Since people are receiving money for not being able to find work, why would they continue to search for a job if they are making more money sitting at home doing nothing rather than working? This is the negative effect that the stimulus checks have on the economy. It creates a lazy America. Without Americans contributing to the workforce, the government is continuously pumping money into a dead end. The longer people are unemployed, the longer they receive stimulus checks and this is costing the government more and more money. In retrospect, people are cheating the government. The more the government spends, the larger the debt we are put in that eventually has to be paid off. All in all, the policy to pay an extra \$600 per week to those who are receiving unemployment benefits affect the economy in both positive and negative ways.

Considering the second policy, giving \$1200 checks for everyone, even high income workers, I believe this would have similar effects as giving out \$600 to those who are already

receiving unemployment benefits. However, I believe that giving out all this money is going to create an even larger negative effect in a sense that there is more spending being made by the government that could be spent in numerous other ways. Also, if high income workers are receiving additional bonuses from the government, they are more likely to put that money away within their savings. This means that the pump of money into American households could have an even larger drawback than if those only receiving unemployment benefits were also receiving an additional \$600. The money that is being projected to be spent isn't any longer.