

Quotation:

“Raaj Sah developed a simple and ingenious method for determining the limits of redistribution under commodity taxation that relies only on the government’s budget constraint (Sah, 1983). His method led him to conclude that commodity taxes and subsidies are unlikely to have much equalizing effect on the distribution of income.”

From:

Public Finance: A Normative Theory, by Richard W. Tresch

Third edition

Academic Press, 2015

Page 253