

Name \_\_\_\_\_

Date \_\_\_\_\_

# Taxes - Answer Key

Read each question and circle the correct answer.

1. Which is **not** an example of something that taxes usually pay for?

- A. bridges
- ☒ B. cars
- C. railroads
- D. airports

2. In the United States, taxes are collected by the

- A. Supreme Court.
- B. Federal Bureau of Investigations.
- C. president.
- ☒ D. Internal Revenue Service.

3. Income tax is when a percentage of a \_\_\_\_\_ is paid to the government.

- ☒ A. paycheck
- B. apartment
- C. restaurant bill
- D. clothing receipt

4. Sales taxes add a percentage to

- A. admission to national parks.
- B. medical services.
- ☒ C. goods you buy.
- D. the salary you earn.

5. Property tax does **not** apply to

- A. houses.
- ☒ B. clothing.
- C. apartments.
- D. land.

6. True or False: Taxes are the same amount no matter where you live.

- A. True
- ☒ B. False

7. True or False: Taxes pay for goods and services that everybody uses.

- ☒ A. True
- B. False

8. When Tomás looked at his paycheck, he saw that his gross pay was \$200, but he only received \$150. This is an example of \_\_\_\_\_ tax.

- A. sales
- ☒ C. income
- B. service
- D. property

9. Sarai bought a new backpack with a price tag of \$19, but the actual cost at the register was \$20.69. This is an example of \_\_\_\_\_ tax.

- ☒ A. sales
- C. income
- B. service
- D. property

10. The \_\_\_\_\_ taxes are extremely high in this town, so I think I'll try to buy a house somewhere else.

- A. sales
- C. income
- B. service
- ☒ D. property