

Possible Solutions

- a) Income tax is the money paid to federal and/or state governments based on an individual's income as required by law. Texas does not collect state income tax.
- b) Payroll tax is the amount of money that a company withholds from its employees for the federal government as required by law.
- c) Sales tax is the amount of money collected by a store (retailer), in addition to a good or service that was purchased, for the local government as required by law.
- d) Property tax is the amount of money collected on the value of a property for the local government as required by law.