1. The main purpose of taxes is to ______ RAISE REVENUE ________.

2. **TRUE** | **FALSE**: Taxes have been a staple of civilization for over 5,000 years.

3. The three basic tax types are on what you ______ EARN ________, _______ BUY ________, and _______ OWN ________.

4. As a tax base broadens, rates ( INCREASE | DECREASE ).

5. **TRUE** | **FALSE**: Most Americans pay more in payroll taxes than in income taxes.

6. The federal individual income tax is ( PROGRESSIVE | REGRESSIVE ).

7. The ______ INTERNAL REVENUE SERVICE (IRS) ________ is responsible for enforcing and administering federal tax laws, processing tax returns, performing audits, and offering assistance for American taxpayers.

8. ______ BUSINESSES ______ are the main collector of taxes for the government.

9. ______ PROPERTY TAXES ______ are the primary source of local, state, and federal tax revenue in the U.S.

10. The tax ______ BASE ______ is the total amount of income, property, assets, consumption, transactions, or other economic activity subject to taxation by a tax authority.