

III. State and Local Tax Systems

A. State Revenue Sources

1. Intergovernmental Revenues

- 20% of income comes from federal government
- Think Fed Impact Money

2. Sales Tax

- Merchants collect taxes at the time of the sales
- 20%
- not all states are the same.

3. Employee Retirement Programs

- state employees

B. Local Government Revenue

1. Intergovernmental Revenues

- Gets money from the state

2. Property Tax

- tax on real estate, buildings, furniture, automobiles
- Tax Assessor
 - assigns value to property for tax