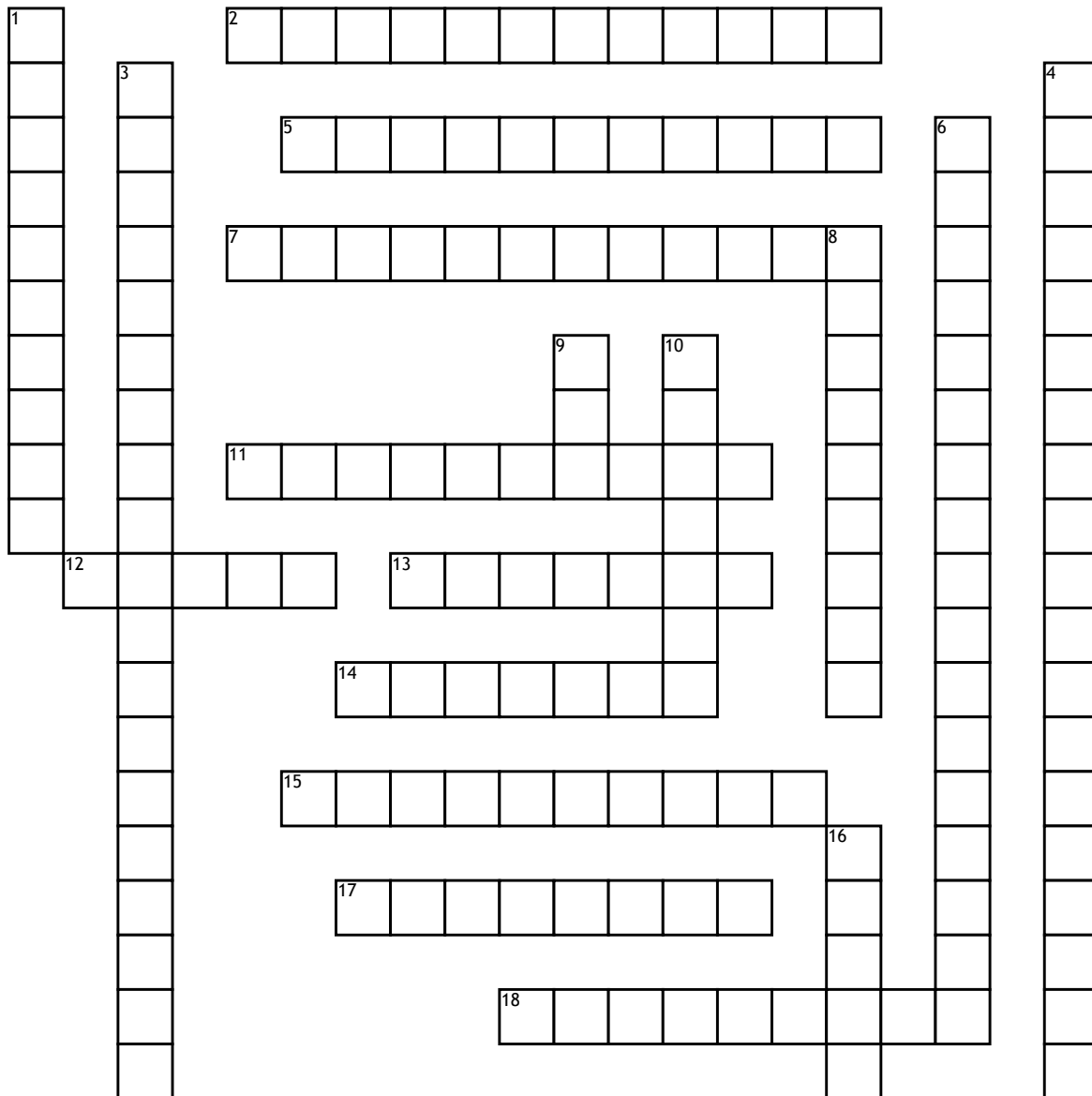


Name: _____

Chapter 7



Across

2. A type of tax for which the rate stays the same regardless of income.
5. A tax that increases in proportion to increases in income is known as a(n) _____.
7. Money paid to a former spouse (which is not taxable income) for the support of dependent children is called _____.
11. A(n) _____ tax allows a higher-income person to pay a lower percentage of income in taxes than a lower-income person.
12. When all sources of taxable income are added together, the total is called _____ income.
13. Money paid to a former spouse (which is taxable income) for that person's support

14. Money earned by individuals that is subject to taxation is called _____ income.

15. Expenses that can be subtracted from gross income.

17. Money in this country is collected from citizens and redistributed according to priorities determined by _____.

18. An amount that can be subtracted from your income for each person who depends on your income to live.

Down

1. To intentionally fail to pay taxes owed is to commit a serious crime called _____.

3. 8. The amount remaining when adjustments are subtracted from gross income is called _____.

4. A tax system that is based on _____ requires all citizens to be responsible for preparing and filing their tax returns on time and paying taxes due.

6. In order to avoid itemizing deductions, a person may elect to take the _____, which is a flat amount.

8. A(n) _____ is an amount subtracted directly from tax owed.

9. An administrative agency of the federal government that collects taxes and enforces tax laws.

10. Money collected by the government from various sources is known as _____.

16. An examination of tax returns by the IRS.