

Name _____

Understanding Florida's Tax Structure

Short Answer

1. Explain the concept of a "no income tax" state and how it benefits Florida residents.
2. What are local sales taxes, and how can they affect the total sales tax rate in Florida?
3. Describe the role of local governments in setting property tax rates in Florida and why these rates can vary across the state.
4. How does the documentary stamp tax impact real estate transactions in Florida, and what is it based on?
5. Discuss any potential challenges or drawbacks associated with Florida's tax structure despite the absence of a state income tax.

