

Name \_\_\_\_\_

## Deciphering Georgia's Tax Structure

### Open-Ended Response Answer Key

1. Georgia's progressive income tax system can provide funding for essential services but may also place a higher burden on higher-income individuals.
2. Sales taxes can impact consumers' purchasing decisions and businesses' pricing strategies, with varying rates affecting regions differently.
3. Property taxes fund critical local services but may pose challenges for homeowners, especially if property values rise significantly.
4. Taxes and fees on specific activities, like motor fuel taxes, contribute to dedicated areas of government spending and may influence behavior in those sectors.

