

Answer Key

Test Your Revenue Knowledge

Show that you know the meaning of the kinds of revenues a town like Shady Hollow can receive. Look at the Shady Hollow graph on the handout titled “Where Shady Hollow Gets Money to Help Their Town Be a Good Place for People to Live.” Read the sentences below and identify the kind of revenue the sentences describe by placing the correct percent in the percent column. For example, if you think a sentence describes a hotel tax, write 2% beside the sentence.

Percent (%)	Revenue Description
20%	Amanda bought a video game. She paid for the game and a little more money for the tax.
25%	Each month, an ice cream shop called The Big Scoop pays Shady Hollow for the electricity the store uses.
5%	The town of Shady Hollow has a special program for children after school. The town gets the money to run the program from the United States government.
8%	Walter enjoys swimming in Shady Hollow’s city pool. He pays \$1.00 every time he visits the pool.
2%	Uncle Joe and Aunt Ruth always stay in the Holiday Inn when they visit their nieces and nephews in Shady Hollow. They pay for their hotel room and little bit extra money to the city.
30%	Mr. and Mrs. Branson bought a new house. Each year, they pay the town of Shady Hollow some money based on how much their house is worth.
10%	Charles and Andy own a taxicab company. They pay a special tax to the city of Shady Hollow