## How Much Do I Pay In Taxes?

### Types of Taxes

<table>
<thead>
<tr>
<th>BUY</th>
<th>EARN</th>
<th>OWN</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sales tax: paid on many goods and services</td>
<td>Income tax: paid on income from employment or investments</td>
<td>Property tax: paid by the owners of land, buildings, and homes</td>
</tr>
<tr>
<td>Excise tax: paid by a consumer on a specific product type, such as gasoline</td>
<td>Payroll tax: paid on income to finance social insurance programs</td>
<td>Estate and inheritance taxes: paid based on the value of the money or property of someone who has died</td>
</tr>
</tbody>
</table>

### Key Tax Terms

- **Sales tax:** paid on many goods and services
- **Excise tax:** paid by a consumer on a specific product type, such as gasoline
- **Income tax:** paid on income from employment or investments
- **Payroll tax:** paid on income to finance social insurance programs
- **Property tax:** paid by the owners of land, buildings, and homes
- **Estate and inheritance taxes:** paid based on the value of the money or property of someone who has died

**SOURCE:** [https://taxfoundation.org/the-three-basic-tax-types/](https://taxfoundation.org/the-three-basic-tax-types/)

### Deductions and Taxes

**What is the difference between gross and net income?**

- **Gross Income:** (Total earnings)
- **Net Income:** (Take-home pay)

**Deductions and Taxes**

- **Adjusted Gross Income (AGI)**
- **Tax Deductions:** (such as charitable giving and mortgage interest)
- **Taxable Income**
- **Tax Rate**
- **Tax Liability**
- **Tax Credits:** (such as the Child Tax Credit or the Earned Income Tax Credit)
- **Total Tax**

**How much do I owe in federal income taxes?**

- **Taxes due:** If taxes withheld are less than the amount due, the balance is due to the Treasury.
- **Tax refund:** If taxes withheld are more than the amount due, the Treasury refunds the difference.

**Learn more about this topic and download a copy of this infographic by visiting atlantafed.org/infographics**