• Some text here... I want to keep writing so that the text wraps to the next line. This is needed, because I want to see where the line ends, and know what is the line width.

This is OK! But I want a bgcolor...

This has an extra indent, and also the right side goes beyond the line width...  ${\tt BAD}$ 

I was unable to find a way to un-indent this text

Some more text

- sub text

Indentation proportional to item level, but the colorbox is already indented.