



Find A First

5. John Neeley is the new assistant manager of the Phone Shop in Northland Mall. He receives a base yearly salary of \$24,000 plus sales bonuses.

Compute his biweekly net pay using the following directions. Round all answers to the nearest cent.

Find B (two amounts):

- 1. Biweekly Gross Pay: (A) Divide his salary by the number of biweekly pay periods in a 52 week year.
- (B) Sales for the previous month were \$53,432.96. He earns a 5% bonus on monthly sales above \$40,000 and a 10% bonus on monthly sales above \$50,000. His bonus for the previous month is divided equally between his two paychecks in the current month.
- (C) Add A and B.
- 2. Withholding Taxes: Multiply his biweekly gross pay by each of the withholding percentages.
- 3. Total Withholding: Add the total of the withholding amounts.
- 4. Biweekly Net Pay: Subtract his total withholding from his biweekly gross pay.

Biweekly Gross Pay	\$ _____
Withholding:	
Fed Income Tax (10.3%)	\$ _____
State Income Tax (7.00%)	\$ _____
Social Security (6.20%)	\$ _____
Medicare (1.45%)	\$ _____
Health Insurance Premium	\$ 147.45
Payroll Savings	\$ 50.00
Total	\$ _____
Biweekly Gross Pay	\$ _____
Minus Total Withholding -	\$ _____
Biweekly Net Pay	\$ _____

Monthly Gross Income	\$ _____
Withholding:	
Fed Income Tax (13.7%)	\$ _____
State Income Tax (5.25%)	\$ _____
Social Security (12.40%)	\$ _____
Medicare (2.90%)	\$ _____
Total	\$ _____
Monthly Gross Income	\$ _____
Minus Total Withholding -	\$ _____
Monthly Net Income	\$ _____

6. Tyler Clark owns a small printing and copy shop. His income each month is the difference between his total revenue and his total expenses.

Compute his monthly net income using the following directions. Round all answers to the nearest cent.



1. Monthly Gross Pay: Subtract his total expenses from his total revenue.

Total Revenue	\$15,578.22
Expenses:	\$ 850.00	
	2,458.69	
	5,756.48	
	634.82	
	126.34	
	1,562.89	
Total Expenses	\$ _____	
Gross Income:	\$ _____	

- 2. Withholding Taxes: Multiply his gross pay by each of the withholding percentages.
- 3. Total Withholding: Add the total of the withholding amounts.
- 4. Monthly Net Income: Subtract his total withholding from his monthly gross income.

Name: Period: Date: