



Lesson 2: Bread and Butter TAX IMPACT

Name: _____

My First / Second / Third Job (circle one)

EXAMPLE:

If my salary is \$35,000, then I am looking at the second row. The tax is: \$907.50 plus 15% of the excess over \$9,075.

Compute to determine how much you will pay in taxes:

$\$35,000 - \$9,075 =$
 $\$25,925 \times .15 =$
 $\$3,888.75 + \$907.50 =$
I will pay \$4,796.25 in taxes

Education: _____ Salary: _____

Locate your salary on the tax bracket.

The tax is: _____

Compute to determine how much you will pay in taxes:

Compute to determine how much income you will have after taxes:

$\$35,000 - \$4,796.25 =$
I will have \$30,203.75 left

Compute to determine how much income you will have after taxes:

Compute to determine the percentage of your salary that is federal income tax:

$\$4,796.23 / \$35,000 = .137 \times$
 $100 = 13.7\%$ of my earned income goes to federal income tax

Compute to determine the percentage of your salary that is federal income tax:



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SAMPLE PAY STUB

Name: _____

Job Company Inc. 1 Industrial Drive Citytown, MA 12345		Earnings Statement		
Employee No.	Employee Name	Period Beg.	Period End	Check Date
543210	John Doe	10/25/2019	11/07/2019	11/10/2019
Earnings	Current Amount	Withholdings/Deductions		Current Amount
Regular pay	2,923.08	Federal Income Tax	571.39	
		Stae Income Tax	117.00	
		Social Security	180.00	
		Medicare/Medicaid	45.00	
		Insurance	175.00	
		Retirement Savings Plan	200.00	
		Charity	25.00	
		Health-/Child-Care Flex Plan	75.00	
Current Amount	Current Deductions	Net Pay	Check No.	
2,923.08	1,388.39	1,534.69	2756	