

KEY
Where Did My Money Go???

Chad is employed by Bob's Food Center after school and on the weekends. He worked 25 hours this week. Chad earns \$6.35 per hour. He has claimed 0 exemptions on his W-4 form and is paid weekly. Chad pays \$25 per pay period for health insurance, 6% of his gross wage for retirement, 2% for charity, \$5 per pay period for cafeteria plan. How much will Chad be paid this week?

Gross Pay 158.75

Formula $25 \times \$6.35$

Withholding 11 (from chart)

FICA 12.14 (.0765)

Formula $158.75 \times .0765$

Retirement 9.53

Formula $158.75 \times .06$

Charity 3.18

Formula $158.75 \times .02$

Health Insurance 25

Cafeteria Plan 5

Total Deductions 65.85

Formula $11 + 9.53 + 3.18 + 25 + 5$

Net Pay 92.90

Formula $158.75 - 65.85$

Chad will be paid 92.90 this week.

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Julie is employed by Walker Retirement Home as a Certified Nurses Assistant. She is paid every two weeks. During this pay period, she has worked 46 hours. Her rate of pay is \$7.15 regular time and \$9.08 for nights. 37 of the hours worked during this pay period were regular and 9 hours were nights. She has claimed 1 exemption on her W-4 form. Julie pays 15% of her gross pay for retirement, \$50 per pay period for health insurance, \$20 per pay period for a cafeteria plan. How much will Julie be paid this pay period?

Gross Pay 346.27

Formula $(37 \times 7.15) + (9 \times 9.08)$

Withholding 12

FICA 26.49

Formula $346.27 \times .0765$

Retirement 51.94

Formula $346.27 \times .15$

Health Insurance 50

Cafeteria Plan 20

Total Deductions 160.43

Formula $12 + 26.49 + 51.94 + 50 + 20$

Net Pay 185.84

Formula $346.27 - 160.43$

Julie will be paid 185.84 this pay period.

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Terry has been a full time employee for Sioux Valley hospital for the past 4 years. He has claimed 0 exemptions on his W-4 form, even though he is married and has 2 children. He is paid every two weeks. When he started, he was paid \$15.30 per hour. Every six months he has gotten a \$.50 raise in pay. Overtime pay is time and a half. During this pay period, Terry has worked 80 regular hours and 6 overtime hours. He pays \$200 per pay period to cover his family insurance plan, 8% for retirement, 2% for charity, \$100 per pay period for cafeteria plan. How much will Terry be paid during this pay period?

Regular Pay 1544

Formula 19.3×80

Overtime Pay 173.70

Formula 28.95×6

Total Gross Pay 1717.70

Formula 1544×173.70

Withholding 183

FICA 131.40

Formula $1722.70 \times .0765$

Health Insurance 200

Charity 34.35

Formula $1717.70 \times .02$

Retirement 137.41

Formula $1717.70 \times .08$

Cafeteria Plan 100

Total Deductions 786.16

Formula $183 + 131.40 + 200 + 34.35 + 137.41 + 100$

Net Pay 931.54

Formula $1717.70 - 786.16$

Terry will be paid 931.54 this pay period.