

LESSON #2

ACTIVITY

HOW TO READ A PAYCHECK

Mariya is a 23-year-old college graduate who just accepted her first job as a medical assistant. She earns \$25 an hour and works 30 hours each week. Mariya plans to make a \$1,500 deposit on an apartment in two weeks. Can she do it? Why or why not?



HELP MARIYA OUT. HERE'S WHAT SHE'S WONDERING



- 1. Why is my net income less than my gross income?
- 2. How does my employer calculate my net income?
- 3. What can I do with my deductions to save more money for the future?
- 4. When will I be able to afford the \$1,500 deposit on my apartment?

Mariya Suarez		Pay Period: 8/3/15 to 8/14/15		Deduction Information:	
Earnings				Federal Income Tax:	\$194.57
Hours	Rate	This Period	YTD	Michigan State Income Tax:	\$63.75
60	\$25	\$1,500.00	\$1,500.00	Southville City Income Tax:	\$15.00
				Medicare Tax:	\$21.75
				Social Security Tax:	\$93.00
				401(k):	\$15.00
				Healthcare:	\$56.00
				Savings:	\$0.00
				Net Income:	\$1,040.93

ABC MEDICAL, INC.

DATE: : 8/3/17 to 8/14/17

THIS IS A CHECK
Sign Reverse for Redemption

No. 120792

***** One thousand forty dollars and 93 cents

\$1,040.93

PAY TO THE ORDER OF

MARIYA SUAREZ
599 THOMPSON BLVD.,
SOUTHVILLE, MI 95201

M.P.

00123454782': 54362000': 00076