Earning Power Worksheet



Name_____

(Round answers to the nearest hundredth.)

- 1. Steve earns \$6.50 an hour. He worked 25 hours in the previous 1-week pay period. If Steve's employer withholds 10% of each of Steve's paychecks to pay Steve's income tax, how much will Steve take home in this week's paycheck?
- 2. Dave works 60 hours in a 2-week pay period and grosses \$1,083.34. In each 2-week pay period, \$50 of Dave's salary is withheld to pay for his medical and dental insurance. This \$50 is not subject to income tax. If 18% of Dave's salary goes to his income tax withholding, how much will Dave take home in a 4-week period?
- 3. Ana works 25 hours a week at the library. If she is paid \$10 an hour, and her net salary each week is \$212.50, what percent of her salary is withheld for taxes?
- 4. Steve earns \$6.50 an hour. If he works more than 25 hours in a week, he is paid "time and a half" (150% of his regular hourly wage) for his overtime hours. If Steve works 3 hours of overtime in a 1-week pay period, how much extra will he earn (before taxes)?

5. After working satisfactorily for 6 months, Dave will be eligible for a 7% raise. How much will Dave's gross salary be, after his raise, for each 2-week pay period? His current gross salary is \$1,083.34.

6. Ana has been an exemplary employee! The library has given her a 5% raise in recognition of her hard work. If Ana normally has a net salary of \$212.50, what will Ana's net salary be now? Remember, you calculated that 15% of Ana's gross salary is withheld each week.