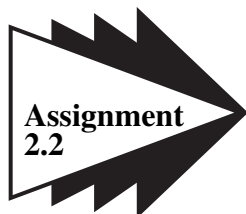


Sample Lesson for the Jump\$tart Coalition's "Know Your Take-Home Pay" Principle

Prepared by the National Endowment for Financial Education



My Notes



☐ Done

"Analyzing Pay Stubs"

Lucinda has a part-time job after school and on weekends at Blue Wisp Cleaners. To help you better understand the difference between gross pay, net pay, and some common payroll deductions, analyze the pay stub for Lucinda on page 39. Then answer the following questions.

1. Who is Lucinda's employer? _____
2. What is the length of the pay period Lucinda just worked?

3. How many total hours did Lucinda work during this pay period? _____
4. What amount per hour does Lucinda get paid for regular hours worked? _____
5. Did she work any overtime this period? _____
If so, how many hours? _____
6. What amount per hour does Lucinda get paid for overtime?

7. What is Lucinda's gross income for this pay period? _____
8. List the type and amount of each payroll deduction for Lucinda this pay period.

9. What was the total amount of her deductions this period?
_____ YTD? _____
10. What is Lucinda's net income (take-home pay) for this pay period? _____
11. What amount has been available for Lucinda's financial objectives YTD? _____

Sample Lesson for the Jump\$tart Coalition's "Know Your Take-Home Pay" Principle

Prepared by the National Endowment for Financial Education

My Notes



Blue Wisp Cleaners

Employee: Lucinda Smith
SSN: 000-11-0000
Pay Period: 11/9/97 to 11/16/97
Pay Date: 11/16/97
Net Pay: \$231.71
Check No: 006022

HOURS				EARNINGS			
	Regular	O/T	Regular	Overtime	Bonus	Other	Gross Pay
T/P	40	6	\$240.00	\$54.00	—	—	\$294.00
YTD			\$960.00	\$135.00			\$1,095.00
DEDUCTIONS							
	Social Security Tax	Medicare Tax	Federal W/H Tax	State W/H Tax	Pension	Other	Net Pay
T/P	\$18.23	\$4.26	\$29.00	\$10.80			\$231.71
YTD	\$67.89	\$15.88	\$102.00	\$32.00			\$877.23

O/T = Overtime
T/P = This Period
YTD = Year to Date



Assignment
2.2
(Cont'd)