



2. Ellie’s starting salary at the King and Prince will be \$37,000 a year plus a benefit package that includes health insurance for which she pays \$100 a month. Use the following directions to calculate her biweekly net pay. Round answers to the nearest cent.

- A) Biweekly Gross Pay: Divide her yearly salary by 26 biweekly pay periods.
- B) Withholding: Multiply her biweekly gross pay by each of the withholding percentages and round to the nearest cent.
- C) Biweekly Net Pay: Subtract her total withholding from her biweekly gross pay.

3. Based on Ellie’s income and the following assumptions, create a monthly budget for Ellie. Check your choice where available.

- Assumption 1 ..... Ellie is single.
- Assumption 2 .....  Living Alone  1 or  2 Roommates
- Assumption 3 .....  Car is paid for  Making a car payment
- Assumption 4 ..... \$210 a month in education loan payments..

Biweekly Gross Pay	\$ _____
Withholding:	
Fed Income Tax (11.5%)	\$ _____
State Income Tax (4.7%)	\$ _____
Social Security (6.20%)	\$ _____
Medicare (1.45%)	\$ _____
Health Insurance	\$ 100.00
<b>Total</b>	\$ _____
 Biweekly Gross Pay	\$ _____
Minus Total Withholding -	\$ _____
<b>Biweekly Net Pay</b>	\$ _____

**Monthly Budget for Ellie**

Rent .....	\$ _____
Utilities:	
Electricity (electric heat) ..	\$ _____
Telephone .....	\$ _____
Cable TV & Internet .....	\$ _____
Food:	
Groceries .....	\$ _____
Dining Out/Bringing In....	\$ _____
Transportation:	
Car Payment.....	\$ _____
Gas .....	\$ _____
Maintenance.....	\$ _____
Credit Payments:	
Credit Card Payments.....	\$ _____
Other Credit Payments ....	\$ _____

Insurance:	
Auto.....	\$ _____
Health.....	\$ _____
Life.....	\$ _____
Property.....	\$ _____
Clothing.....	\$ _____
Household Items .....	\$ _____
Personal Items .....	\$ _____
Gifts .....	\$ _____
Entertainment.....	\$ _____
Contributions .....	\$ _____
Saving / Investing:	
Saving.....	\$ _____
Investing.....	\$ _____
Miscellaneous.....	\$ _____

Name:

Period: