

Name

Date

## Practice Problems

1. If you earn \$8.75 an hour and you worked 42 hours last week, what would your weekly gross pay be? You earn time and one half for hours worked over 40.
  
2. If you earn \$9.50 an hour and you worked 57 hours last week, what would your weekly gross pay be? You earn time and one half for hours worked over 40, but 8 of last week's 57 hours will be paid at a double-time rate because you worked on a holiday.
  
3. If your semimonthly gross pay was \$1,278, determine your semimonthly net pay assuming that you had the following deductions:

Federal Income Tax – \$192.00  
State Income Tax – \$81.00  
FICA – \$78.90  
Health Insurance Contribution – \$42.74  
Retirement Contribution – \$26.78

Using your net pay in this situation, compute your average annual net pay.

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Name .....

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4. Your annual salary is \$25,500, and you are paid bimonthly. What is your gross pay for each paycheck?
  
  
  
  
  
  
  
  
  
  
5. You are currently making \$10.55 an hour. You typically work 40 hours per week, 50 weeks per year. Your employer has offered to pay you an annual salary of \$23,500 instead of an hourly wage. If you work the same amount of time, what is the best pay — the hourly wage or the annual salary?
  
  
  
  
  
  
  
  
  
  
6. If you earned \$450.30 last week, what is your average hourly wage if you worked 38 hours with no overtime?