

Sally has an annual salary of \$42 330 and she is paid biweekly. She has the following deductions: union dues \$11.50, pension, \$295.00, medical \$23.49 and dental \$35.34. What is her net pay if she has a claim code of 4.

tables

Gross Pay	\$ 1628.08
-Pension	- 295.00
-Union Dues	- 11.50
Taxable Income	\$ 1321.58
C.P.P.	- 76.17
E.I.	- 26.37
Fed tax	- 75.35
Prov tax	- 60.55
Medical	- 23.49
Dental	- 35.34
Net Pay	\$ 1024.31

$$\frac{42\,330}{26} = 1628.08$$

$$\text{C.P.P. } \frac{3500}{26} = 134.62$$

$$1628.08 - 134.62 = 1493.46$$

$$1493.46 \times 0.051 = 76.17$$

$$\text{E.I. } 1628.08 \times 0.0162 = 26.37$$

Practice Assignment

1. \$4071.15
2. \$405, \$585
3. \$528.97
4. \$503
5. a) Net pay \$514.50 b) \$592.54
6. \$536.69
7. \$484.83

Calculating Net Pay

<u>Gross Income</u>	\$ 3409.31
Union Dues	- \$38.00
Pension	- \$398.88
<u>Taxable Income</u>	\$ 2972.43
C.P.P.	- 167.01
E.I.	- 55.23
Federal Tax	- 412.00
Provincial Tax	- 304.75
Other deductions	\$- 834.69
<u>Net Pay</u>	\$ 1198.75

Mrs. Sears has an annual salary of \$88 642. She is paid biweekly using claim code 1 and her deductions are: pension \$398.88, union dues \$38.00 and medical \$34.69. She puts \$800 in a TFSA. What is her net pay?

$$\frac{88642}{26} = 3409.31$$

$$88642 - 3500 = 85142$$

$$85142 \div 26 = 3274.69$$

$$3274.69 \times 0.051 = 167.01$$

$$3409.31 \times 0.0162 = 55.23$$

✓ <u>Gross Income</u>	\$ 1686.88
✓ Union Dues	- \$ 9.95
✓ Pension	- \$ 125.07
✓ <u>Taxable Income</u>	\$ 1551.86
✓ C.P.P.	- \$ 78.59
✓ E.I.	- \$ 27.33
Federal Tax	- \$ 100.00
Provincial Tax	- \$ 76.25
✓ Other deductions	- \$ 158.62
<u>Net Pay</u>	\$ 1111.07

Jane, who is a receptionist, has an annual salary of \$40 485. She is paid semi-monthly using claim code 4. Her deductions are: pension \$125.07, union dues \$9.95, RESP contribution \$100 and medical & dental \$58.62. What is her net pay?

$$\frac{40485}{24} = 1686.88$$

$$\frac{3500}{24} = 145.83$$

$$1686.88 - 145.83 = 1541.05$$

$$1541.05 \times 0.051 = 78.59$$

$$1686.88 \times 0.0162 = 27.33$$

Calculating Net Pay

<u>Gross Income</u>	
Union Dues	
Pension	
<u>Taxable Income</u>	
C.P.P.	
E.I.	
Federal Tax	
Provincial Tax	
Other deductions	
<u>Net Pay</u>	

Calculating Net Pay

<u>Gross Income</u>	
Union Dues	
Pension	
<u>Taxable Income</u>	
C.P.P.	
E.I.	
Federal Tax	
Provincial Tax	
Other deductions	
<u>Net Pay</u>	