

**Worksheet 1 - Gross & Net Pay*****Calculating Monthly Gross & Net Pay***

**Instructions:** calculate the pay for each situation below.

\*This activity is intended to teach students taxes and deductions are subtracted from earnings. People may qualify for a tax refund after they have filed their income tax if they have sufficient tax credits, deductions, or their income is below a certain level. Due to frequent changes in tax laws, check the Canada Revenue Agency website for up to date and accurate information.

1. Helen earns \$16 an hour and works 100 hours per month. What is her gross monthly pay? After 25% income tax and 1.63% Employment Insurance (EI) deductions, what is her net monthly pay?
2. Roger earns \$1200 each month before taxes and deductions. After 25% income tax and 1.63% employment insurance (EI) deductions, what is his net monthly pay?
3. Peter makes \$20 an hour and works 120 hours per month. What is his gross monthly pay? After 25% income tax and 1.63% employment insurance (EI) deductions, what is his net monthly pay?
4. Tommy makes \$17 an hour and works 40 hours per month. What is his gross monthly pay? After 25% income tax and 1.63% employment Insurance (EI) deductions, what is his monthly net pay?