Chapter 3 Consumer Math

Study Sheet

## Quizzes

* A week of paid vacation is 40 hours
* A person who is single has only ***one*** withholding allowance
* A man who is married with two children has ***four*** withholding allowances (one for himself, one for his wife, and one for each of his children)
* The federal tax withholding table is on the back of Quiz 2
* Remember the difference between ***net pay*** and ***take-home pay***
* For either one, ***FICA is mandatory*** (must be withheld) whether it’s mentioned or not
* Review how to find the state tax with a ***flat rate*** (bottom of p. 92)
* Review ***graduated piecework***
* Know how to distinguish between ***statements about stocks and bonds***
* Review ***finding closing price of stocks on the day before the day on the table*** (pp. 105-106, table and Example 1 (a))

## Test

* Be able to match terms with definitions or examples
	+ biweekly
	+ commission
	+ gross pay
	+ hourly wage
	+ monthly
	+ net pay
	+ piecework wages
	+ salary
	+ semimonthly
	+ tip
	+ weekly

(continued on back)

* “Daily time” is just the total for the day, ***not*** a running total for the week
	+ e.g., 8:00 – 12:02 is 4:02; 1:00 – 5:05 is 4:05; daily time is 8:07, whether it is Monday or Friday
* Know the ***range of tip percentages for a server at a restaurant*** (p. 94)
* Review the two kinds of ***bond risks*** and ***the way to reduce each*** (p. 99)
* Review the ***employer*** and ***employee*** responsibility for ***FICA*** (p. 86)
* Review doing ***graduated commission***