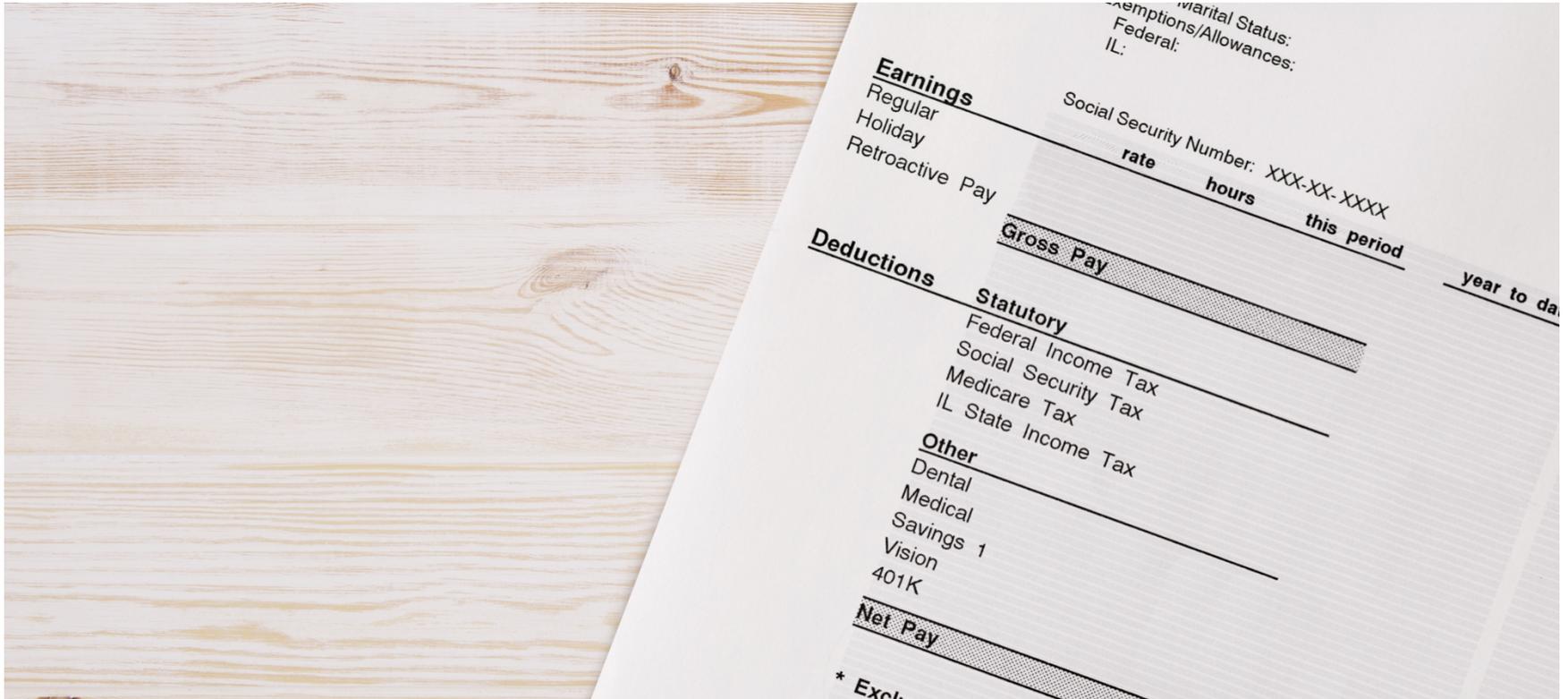


Understanding Your Paycheck



What We'll Learn Today



EARNINGS		DEDUCTIONS		Y-T-O
RS	AMOUNT	DESC	AMOUNT	RS
83	6.00	INCOME TAX	31.25	
		FICA	7.31	
		MEDICARE	100.00	
		HEALTH INS		

What comes out of a paycheck

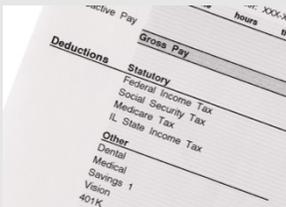


Where earned money goes



THIS PERIOD		YTD TAXABLE	
UNIT	AMOUNT	UNIT	AMOUNT
	194.77		140
	115.00		175.80
			9.80
			30.70

How taxes come out of a paycheck



Deductions	
Statutory	Other
Federal Income Tax	Dental
Social Security Tax	Medical
Medicare Tax	Savings 1
IL State Income Tax	Vision
	401K

How other money comes out of a paycheck

Questions to Discuss in Pairs

- Where do you work?
- How much money do you make per hour?
- How much total money did you earn?
- What amount did you actually receive?
- What other amounts do you see?



Smartphone tip:

You can use your phone's calculator to work through the numbers on the paycheck if you wish.

When You Get Your Paycheck

Take-home Pay

equals

Total Amount Earned

minus

MONEY TAKEN OUT

The left over money can be saved or spent.

What Gets Taken Out?

Income taxes

Money paid to the government

Social Security

To help older people today

Medicare

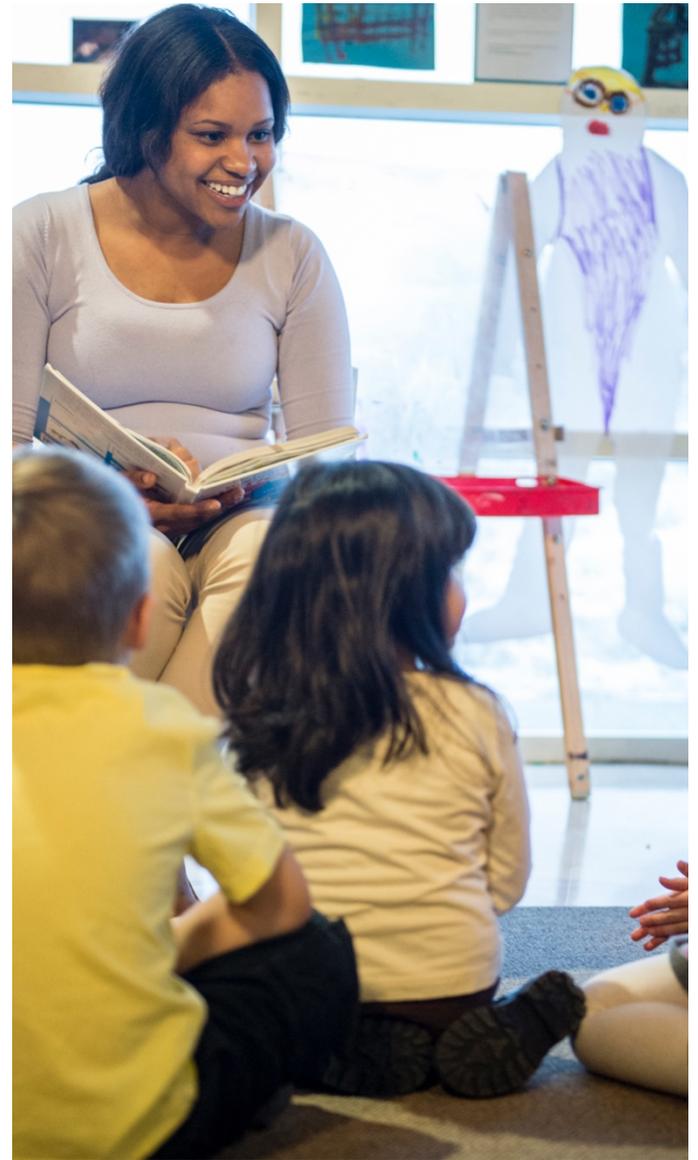
To help older people
with medical expenses

Benefits

Provided through an employer

Alexandria's Story

Got a job at a day care.



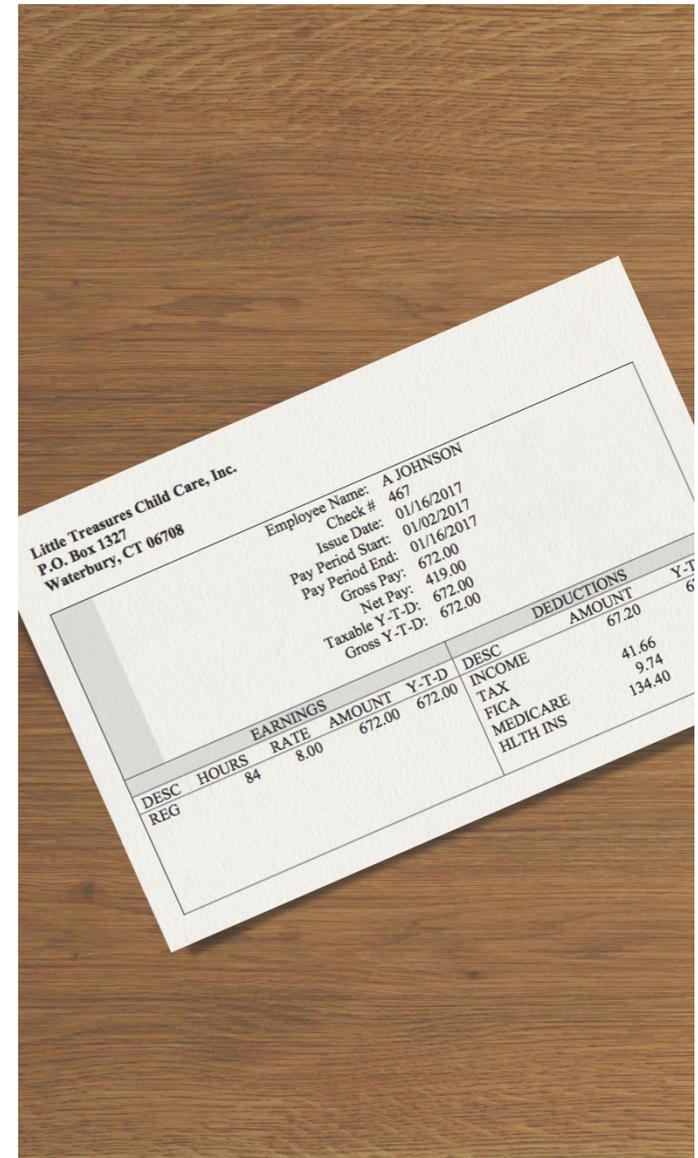
Alexandria's Story

Wants to know more about money.



Alexandria's Story

Notices money taken from her paycheck.



Alexandria's Story

“Where did my paycheck go?”



Alexandria's Story

Let's help her find out!



Alexandria's Paycheck

Little Treasures Child Care, Inc.
P.O. Box 1327
Waterbury, CT 06708

DATE January 16, 2017

PAY TO THE ORDER OF

A JOHNSON

\$ 419.00

Four Hundred Nineteen Dollars and No Cents

MEMO 84 hrs 1st pd

Mary Lambertson

Alexandria's Paycheck Stub

Little Treasures Child Care, Inc.
 P.O. Box 1327
 Waterbury, CT 06708

Employee Name: A JOHNSON
 Check # 467
 Issue Date: 01/16/2017
 Pay Period Start: 01/02/2017
 Pay Period End: 01/16/2017
 Gross Pay: 672.00
 Net Pay: 419.00
 Taxable Y-T-D: 672.00
 Gross Y-T-D: 672.00

EARNINGS					DEDUCTIONS		
DESC	HOURS	RATE	AMOUNT	Y-T-D	DESC	AMOUNT	Y-T-D
REG	84	8.00	672.00	672.00	INCOME	67.20	67.20
					TAX		
					FICA	41.66	41.66
					MEDICARE	9.74	9.74
					HLTH INS	134.40	134.40



Smartphone tip:

If your paycheck is direct-deposited into the bank, you may be able to get this information on your phone.

How can she put her money in the bank?

Her employer may send it to the bank electronically.

She can make a deposit at the ATM.

She can visit a teller at the bank.



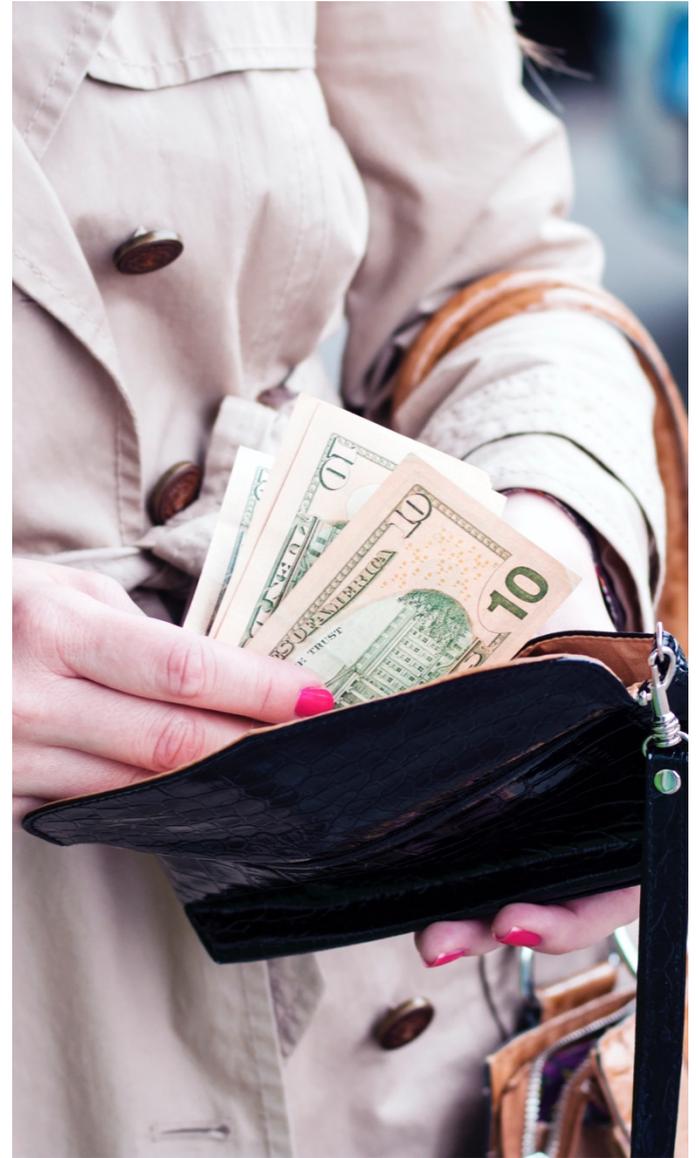
Smartphone tip:

At some banks you can deposit a check using your phone to take a picture of the check.



What should she NOT do?

She should not take it all in cash because it might get lost or stolen.



If you don't understand

If you don't understand your paycheck, get help:

- ***Your employer may have a counselor who can help.***
- ***You may have a caregiver.***



What We Learned Today



EARNINGS		DEDUCTIONS		Y-T-O
RS	AMOUNT	DESC	AMOUNT	
83	6.00	INCOME TAX	31.25	50.40
		FICA	7.31	
		MEDICARE	100.00	
		HEALTH INS		

What comes out of a paycheck

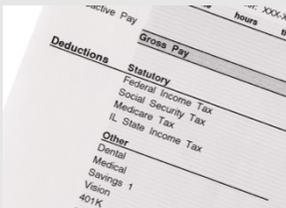


Where earned money goes



UNIT	THIS PERIOD	YTD TAXABLE
	194.77	140
	115.00	175.80
		9.80
		30.70

How taxes come out of a paycheck



Deductions	Statutory
	Federal Income Tax
	Social Security Tax
	Medicare Tax
	IL State Income Tax

Other

- Dental
- Medical
- Savings 1
- Vision
- 401K

How other money comes out of a paycheck

Questions?

Learn personal finance skills right on your smartphone, tablet or computer. Visit the TD Bank learning center at tdbank.com/financialeducation and register to get started.

