

**Module 2 - Income and Taxes**

**ACTIVITY SHEET 2-2**

**Reading David’s pay stub (quiz)**

1. What is the pay period on David’s pay stub? \_\_\_\_\_
2. When can David cash his paycheque? \_\_\_\_\_
3. What is the social insurance number used for? \_\_\_\_\_
4. How much does David make an hour? \_\_\_\_\_
5. How many hours does David work in a week? \_\_\_\_\_
6. What is David’s monthly GROSS PAY amount? \_\_\_\_\_
7. What is the total tax taken off David’s cheque? \_\_\_\_\_
8. What does CPP stand for? \_\_\_\_\_
9. What percentage of his GROSS PAY is the CPP amount? \_\_\_\_\_
10. What does EI stand for? \_\_\_\_\_
11. What is David’s total NET income for the month? \_\_\_\_\_
12. What should David do with this pay stub? \_\_\_\_\_
13. What should David NOT do with this pay stub? Why not? \_\_\_\_\_

## Module 2 - Income and Taxes

## ACTIVITY SHEET 2-2, Continued

## Sample – Statement of earnings (pay stub)

DAVID JONES	Employee #: 0032344589	Employer #: 11-36	Pay from: 2014/12/13	To: 2014/12/27	Date: 2014/12/28	
STATEMENT OF EARNINGS			EMPLOYEE DEDUCTIONS AND EMPLOYER CONTRIBUTIONS			
EARNINGS	HOURS	RATES	CURRENT AMOUNT	WITHHOLDINGS	CURRENT AMOUNT	YEAR-TO-DATE
001 BASIC PAY	80.0	11.00/HR	880.00	EI	16.54	49.62
				CPP/QPP	36.90	110.70
				TOTAL INCOME TAX	82.83	248.49
				FED INCOME TAX	53.22	159.66
				ON INCOME TAX	29.61	88.83
SUMMARY	GROSS PAY		DEDUCTIONS		NET PAY	CHEQUE#
CURRENT	880.00		136.27		743.73	0044853
YEAR-TO-DATE	2640.00		408.81		2231.19	