FREEDOM 18: INCOME AND DEDUCTIONS NAME:

1. Imagine you are 18, post-graduation and you are working at \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, approximately \_\_\_\_\_\_\_\_ hours per week Sept. through to April and about \_\_\_\_\_\_\_ per week May through August.

*Do the research online to find your wage. (Check this number with Ms Roberge!)*

2. I make $\_\_\_\_\_\_\_\_\_\_\_/hour.
3. Calculate your weekly income (Sept-April): $\_\_\_\_\_\_\_\_\_\_\_\_\_
4. Calculate your monthly income - times four. (Sept-April): $\_\_\_\_\_\_\_\_\_

5. Calculate your weekly income (May-Aug.): $\_\_\_\_\_\_\_\_\_\_\_

6. Calculate your monthly income (May-Aug.): $\_\_\_\_\_\_\_\_\_\_\_

7. You will need to find an average monthly income by calculating the average of #4 and #6!

Average monthly income: $\_\_\_\_\_\_\_\_\_\_\_\_\_\_ …

Multiply by 12 to get your average **ANNUAL GROSS INCOME**: $\_\_\_\_\_\_\_\_\_\_

Deductions: Any/every legal job in Canada involves deductions!

**Income Tax:** a percentage of gross income sent to pay for government services and infrastructure.

**a) Federal INCOME tax: 6%** of gross pay (subject to change)

**b) BC INCOME tax: 5%** of gross pay

**Canada Pension Plan (CPP):** percentage of income paid to provide income when retired or disabled: **5%** (subject to change)

**Employment Insurance (EI):** percentage of income paid to provide payments if unemployed: **2%** (subject to change)

**Other deductions are likely:** e.g., private pension, health insurance, union dues, professional fees, etc. Be aware of future deductions!

8. Total basic deductions: \_\_\_\_\_\_\_%
GROSS ANNUAL PAY (bigger number without deductions): $\_\_\_\_\_\_\_\_

Calculate your **ANNUAL NET INCOME** (with deductions): $\_\_\_\_\_\_\_\_\_\_\_\_
Finally, divide by 12 to calculate your approximate MONTHLY NET PAY: $\_\_\_\_\_\_\_\_\_

THIS IS YOUR BUDGET!