Spreadsheet Lesson: How much tax would you pay?

This assignment is to figure out what fraction of your income would go to pay taxes in the US based on several different taxes. You will need to calculate some 2 intermediate values. Use column B for those. Put ONLY taxes in column C. All entries in columns B and C will be formulas.

A1: Enter a title in size 18 font: How much tax would you pay? Make column A wider to hold the title.

A3 and down: Yearly Income

Federal Income Tax

State Income Tax

Social Security Tax

House

Property Tax

Spending

Sales Tax

Now use columns B and C for the numerical data. Calulate the following:

Yearly Income=50,000

Federal Income Tax=28% of income

State Income Tax=13% of income

Social Security Tax=15% of income

House Value is 6 times your income

Property Tax=2% of house value

Spending=20% of your income

Sales Tax=6% of your spending (in Iowa)

Skip a row and continue in A12. (Put calculations in column C)

Total Taxes Paid

Percent of Income Spent on Taxes (use fraction and add percent sign)

**Net** Yearly Income

**Net** Monthly Income (divide by 12)

Save your file as Class\_Lastname\_Taxes and email to me as an attachment.

30 pts. possible