

Name _____

Payday Puzzles: Unraveling the Mysteries of Payroll Taxes!

Short Answer

1. Explain the purpose of the Social Security tax and its contribution rate for employees.
2. How is the Medicare tax calculated, and is there an income limit for it?
3. Under what conditions does the additional Medicare tax apply, and how is it calculated?
4. If someone earns \$80,000 per year, what would be their Social Security and Medicare taxes, assuming they're single filers?
5. Why is it important to understand payroll taxes and how they are calculated?

