

Single Taxable Income Brackets and Rates, 2017

Rate	Taxable Income Bracket	Tax Owed
10%	\$0 to \$9,325	10% of Taxable Income
15%	\$9,325 to \$37,950	\$932.50 plus 15% of the excess over \$9325
25%	\$37,950 to \$91,900	\$5,226.25 plus 25% of the excess over \$37,950
28%	\$91,900 to \$191,650	\$18,713.75 plus 28% of the excess over \$91,900
33%	\$191,650 to \$416,700	\$46,643.75 plus 33% of the excess over \$191,650
35%	\$416,700 to \$418,400	\$120,910.25 plus 35% of the excess over \$416,700
39.60%	\$418,400+	\$121,505.25 plus 39.6% of the excess over \$418,400

For these problems, state the amount of taxes that should be paid as well as what the net pay would be for each of the following incomes.

1. Taxable income: \$62,500.00

a. Taxes paid:

b. Net pay:

2. Taxable income: \$8,300.00

a. Taxes paid:

b. Net pay:

3. Taxable income: \$11,000.00

a. Taxes paid:

b. Net pay:

4. Taxable income: \$482,556.00

a. Taxes paid:

b. Net pay:

5. Taxable income: \$62,512.00

a. Taxes paid:

b. Net pay:

6. Taxable income: \$182,510.00

a. Taxes paid:

b. Net pay:

7. Explain how a tiered tax system works.

8. When should you expect to receive your W-2 by each year?

9. Which is greater, gross pay or net pay?