



Name _____

Date _____



Be an Accountant...

INSTRUCTIONS

An accountant is someone who helps people manage their money and do their taxes. It's your turn to be the accountant and help Mr. Ramos and Mrs. Chen compute their taxes. Read the information in their financial profiles, then use the information to answer the questions. Tax percentages are included below.

Income Tax--- 20%

Property Tax---2%

Sales Tax—8 %

Frank Ramos

- Occupation—Dentist
- Annual Salary--\$78,000
- Recently purchased a \$500 tablet for his son's birthday, a \$10 collar for his dog, and a \$20 pizza buffet lunch for his family
- Owns a home with a value of \$240,000

Anne Chen

- Occupation—Owns and manages a carpet cleaning business
- Annual Salary--\$46,000
- Recently purchased a \$200 new vacuum for her house, a \$60 bedspread to redecorate her bedroom, and a \$25 chicken dinner for her family
- Owns a home and a business with a combined value of \$320,000

1. What are Frank's property taxes for this year? _____

2. On which purchase will Frank pay the MOST sales tax? _____

3. How much does Frank need to pay in income taxes? _____

4. How much did Frank pay in sales tax for the tablet? _____

5. What are Anne's property taxes for this year? _____

6. On which purchase will Anne pay the LEAST sales tax? _____

7. How much does Anne need to pay in income taxes? _____

8. How much did Anne pay in sales tax for the bedspread? _____

9. Who paid more in income tax? _____ 10. How much more did he/she pay? _____

11. Who paid more in TOTAL sales tax? _____ 12. How much more did he/she pay? _____

13. Who paid more in property tax? _____ 14. How much more did he/she pay? _____

CHALLENGE—Write a financial profile for a fictional character who pays \$10,800 in income tax and \$5,200 in property tax. Make a list of 3 recent purchases that together add to an amount with a sales tax of \$24.

