



Money Management:

ProjectFAME

Introduction

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Welcome!!!

- Who I am
 - And do I drink Starbucks?
- Some jobs I had in high school/college
 - Babysitter
 - Green bean picker
 - Fast food worker
 - Service order processor for phone company

But that's not all!

- My career path
 - Public accounting (CPA)
 - Professor of accounting
- Wife
- Mom and Grandma

Welcome Back!!!

- Let's start with daily activities
 - Logon
 - Open Worklog (Word)
 - Set up and write any opening thoughts
 - Discuss a few questions from last week
 - What are CDs?
 - What are stocks and bonds and what does stock market do?

What we're going to do


- What's up for today:
 - Taxes
 - What are taxes
 - Types of taxes
 - Income taxes
 - Budget Project
 - What will you do and how will you prepare?



Did You Know?

Three out of four individual taxpayers actually get a refund after filing their annual tax returns?

Benjamin Franklin once said, “In this world nothing can be said to be certain, except death and **taxes**.”





Types of Taxes




Why Are Taxes Necessary?

Taxes provide monies to for programs and services that benefit citizens and others.

What are some examples?



Income Taxes

- Who must file a federal tax return?
 - Practice example:
Independent Practice Handout
- 

Income Taxes

Solutions to Practice example:

Personal exemptions	$2 \times \$3,650 = \$ 7,300$
Dependent exemptions	$3 \times \$3,650 = \underline{10,950}$
Total exemptions	\$ 18,250

State/City Taxes	\$ 3,800
Property Taxes	1,500
Mortgage Interest	8,000
Charitable contributions	<u>700</u>
Total itemized deductions	\$14,000

Income Taxes

- Solutions to Practice example:

- Taxable Income:

Income		\$90,000
Exemptions	-	18,250
Itemized deductions	-	<u>14,000</u>
Taxable Income		\$57,750

Income Taxes

2009 Tax Rates for Married Filing Jointly:

- 10% tax on first \$16,700 of taxable income
- 15% on next \$51,200 of taxable income
- 25% on next \$69,150 of taxable income
- 28% on next \$71,800 of taxable income
- 33% on next \$164,000 of taxable income
- 35% on remaining taxable income

Income Taxes

- Solutions to Practice example:

- Federal income tax:

$$\begin{array}{rclcl} \$16,700 & \times & 10\% & = & \$ 1,670.00 \\ \underline{41,050} & \times & 15\% & = & \underline{6,157.50} \\ \$57,750 & & & & \$ 7,827.50 \end{array}$$



FAME Budget Project



FAME Budget Project

Monday, July 12

- Understand Objective
- Presentations will be made (5 min. each)
- Select occupation
 - What training/education will you need?
 - How will you prepare yourself for this training?
 - How will you finance your education/training?

Finding a Career

The U.S. Government publishes an Occupational Outlook Handbook that tells you the following information about hundreds of jobs:

- the training and education needed
- earnings
- expected job prospects
- what workers do on the job
- working conditions

Access the handbook at <http://www.bls.gov/oco/>

Finding a Career

Other Useful Websites:

- <http://www.bls.gov/news.release/ecopro.t06.htm>
- <http://www.bls.gov/oco/oco2003.htm>

Finding a Career

- Find a career that you are interested in and that will give you the necessary income to afford the lifestyle you want.
- Determine the amount of education needed for your career.
- Estimate the starting salary you will receive.

How Will You Prepare?

- What training or education do you need?
- Will you meet the requirements to begin receiving the education or training upon graduation from High School?
- If not, how can you remedy this?



How Will You Prepare?

Complete last page of
FAME Budget Project



But there's more!

- Let's do the evaluation form
- Put the final touches on the entry for today in your worklog
- Have a great evening!
- **PS Don't forget your flash drive!**