

Name: _____

Period: _____

Lab Assignment: Chapter 7 – Income Taxes*Tax forms, withholding, filing status, etc.**Please answer the following questions. Be thoughtful and thorough after doing the **appropriate amount of internet research**.*

1) Find the 2017 tax tables using an internet search. How much tax does a single person pay if she made \$25,400 in 2017 and uses the standard deduction of \$6,350?

2) What percentage of U.S. personal taxpayers receive a refund each year?

3) Complete the table using internet research and tax tables.

	Filing Status	Income	Deductions	Amount Owed
Tatiana	Single	\$46,567	\$6,350	
Eric	Married Filing Jointly with two children	\$23,890	\$12,700	
Natalie	Married filing separately	\$89,565	\$6,350	
William	Head of Household	\$52,401	\$9,350	

4) EXPLAIN the difference between a deduction and a tax credit. Give an example.

5) What is the difference between tax avoidance and tax evasion? Do research to find your answer.

6) Who MUST file a tax return in the United States? Who is exempt from filing?

7) Find the 2017 tax tables using an internet search. You are a single person who made \$37,050 in 2017. You use the standard deduction of \$6,350.

a. What is your biweekly gross paycheck?

b. How much federal tax is withheld each paycheck if 12.7% is taken out of each paycheck for this?

c. How much Federal Income Tax is withheld for the entire year?

d. Do you owe or get a refund? How much?