**Section 2.1: Standard Deductions**

**Deductions**: Money that is taken off of your paycheck by the government.

There are three standard **government deductions**. These deductions are subtracted from the amount of money earned, that is, the **gross pay**, or **gross income**.

**Net pay**, or, **Net income**: The gross pay minus the total of all the deductions.

**Today’s work ☺**

Complete 3 a, b on page 24 in the text.

Use page 25 and 26 to describe the 3 standard government deductions.

Complete #5, 6, 7 on page 25 – 26

And the Skills check.