

How You Can Get Money

(Tell Us What You Know)

Read each question below. Circle the correct answer. Add your name, grade in school, and today's date at the bottom.

1. What is the difference between a wage and a salary?
 - A. A salary is payment you receive to complete the work required by a company or small business.
 - B. A wage is payment you receive by the hour for working.
 - C. A salary is payment you receive by the hour for working.
 - D. A wage is payment you receive to complete the work required of you.
 - E. Answers A and B
 - F. Answers C and D
2. What is a source of taxable income other than a wage and a salary?
 - A. Money you receive for your birthday as a gift
 - B. Interest
 - C. Money you receive for a holiday as a gift
 - D. Fee
 - E. Tax
3. What are jobs children can do to earn money?
 - A. Running a lemonade stand
 - B. Doing yard work (raking leaves, shoveling snow, planting seeds)
 - C. Walking dogs
 - D. Babysitting (starting at age 11)
 - E. All of the above
4. What is a tax?
 - A. A user's fee
 - B. A federal, state, or local fee to pay for public services
 - C. A license fee
 - D. An administrative fee
 - E. A service fee
5. What is the difference between a sales tax and an income tax?
 - A. Only adults pay for sales and income tax.
 - B. A sales tax is a consumption tax paid when you buy a good or service.
 - C. An income tax is a tax based on earning money.
 - D. Answers B and C
 - E. Answers A, B, and C
6. What does the federal government use tax revenues to pay for?
 - A. Schools
 - B. Grocery stores
 - C. Fire departments
 - D. Local parks
 - E. Local banks

Your Name: _____

Your Grade in School (5th, 6th, etc.): _____

Today's Date: _____