

Taxable Tuition BW Paycheck Example

Graduate Tuition Amount received in a semester: **\$11,340**

IRS Annual Graduate Tax-Free Allowance: **\$5,250**

Taxable Amount: **\$6,090**

6 scheduled deductions: **\$1,015 taxable amount per paycheck (TUI earnings code your paycheck)**



Example of paycheck without TUI

Gross Earnings: \$2,500

Federal: \$225.00

FICA: \$191.25

State: \$150.00

Total taxes deducted from paycheck: \$566.25

Net Income = \$1,933.75

Example of paycheck with TUI

Gross Earnings: \$3,515 (\$2,500 income + \$1,015 TUI earnings)

Federal: \$316.35

FICA: \$268.90

State: \$210.90

Total taxes deducted from paycheck: \$796.15

Net Income = \$1,703.85

Net Income Difference = \$229.90

The actual tax withholding amount is determined by income, tax brackets and designations you indicated on federal and state tax withholding forms.