

ASSESSMENT TOOL

DISPOSABLE INCOME

Competency	AHCWRK204A	Work Effectively in the Industry
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Trainee Name		Date:	
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In this exercise you will calculate the amount of disposable income you have left each fortnight and whether you can meet repayments on a ute.

1. Find out the award wage for shed hands for your state. If you are a shearer work out your average tally per day and multiply that by the award rate. Write the amount you will be paid each fortnight in the right hand column at A .	A=
2. Use the table provided to determine the amount of tax you will pay. Write the amount at B .	B =
3. Calculate your net income after tax by taking the amount B from A. (A – B =?). Write the answer at C .	C =
4. Work out how much you pay each fortnight for set living expenses. Write each figure in the column next to the expense.	
Rent	
Phone	
Electricity / Gas	
Water	
Food	
Clothing (work only)	
Health Insurance	

5. Add your set living expenses together. Write the answer at D		D =
6. Calculate your fortnightly disposable income by taking the amount D from C (C – D =?) Write the answer at E		E =
7. Make a list of things you want to buy with your disposable income. Put them in order of importance and estimate how much they would cost each fortnight.		
Item	Cost/Fortnight	
8. Add the cost of this list together. Write the answer at F .		F =
9. Do you have any money left? Have you overspent? Take the amount F from E (E – F =?). Write the answer at G .		G =
10. How much will it cost to buy a second hand ute?		
11. Find out the minimum payment you would have to make each fortnight. Write the answer at H .		H =
12. Assume that the annual cost of registered and compulsory insurance will be \$1300. That's \$50 every fortnight.		I = \$50-00
13. How much would it cost to run and maintain the ute.		
Fuel		
Oil		
Repairs		
14. Add the running costs together. Write the answer at J .		J =
15. Add up the cost to pay off and run the ute each fortnight by adding H , I and J (H + I + J =?). Write the answer at K .		K
16. How much can you afford to pay each fortnight? The answer is the amount shown on G .		G =
17. Can you afford to buy the ute and keep it on the road? What will you have to give up to have your own ute?		