Week 7 Assignment 7

The association (2005) in Pursuit of Income, LLC, has hired eight (8) staff for validation of benefit claims. Normally, employees who are earning up to $50,000 per month:

- $2,500
- $3,000
- $3,500
- $4,000
- $4,500
- $5,000
- $5,500
- $6,000

a. If all the above-mentioned plans are Individual Incentive Plans, except:
   - Holiday Plan
   - Bonus Bonus Plan
   - Recruitment Plan
   - Leave Plan

b. The plan that guarantees a minimum time wage:
   - Korean Bonus Plan
   - Overseas Efficiency Plan
   - Workforce Differentials Plan
   - Taylor’s Differential Pay Basis System

2. The Payment of the 401K plan is $1,500 a month. The escheat policy is if the employee leaves the company upon retirement, the 401K plan will be transferred to a 403B plan. The 403B plan is:
   - 3% of the employee's salary
   - 6% of the employee's salary
   - 9% of the employee's salary
   - 12% of the employee's salary

3. Which statement is NOT True about the Efficiency Plan?
   - The maximum amount of income to be paid to the employee is $50,000.
   - The employee has been introduced by the regional manager.
   - The maximum amount of income to be paid is protected from FICA and FUTA.

4. Which statement is NOT True about ESOP?
   - Restricts ESOP from giving the right to receive shares as qualified.
   - Information asymmetry is a key challenge.
   - ESOP is independent of public policies of the government.
   - ESOP influences the strategy management of a firm.

5. The firm has a tax claim that the entire amount is exempt from the employees. This amount is:
   - National average wage
   - Agency Policy
   - The Federal Tax
   - Wage Earnings Tax