

3. Mr. Maurer's brother doesn't understand the difference between **gross income** and **net income**. Explain what the difference is and how to calculate the net income if you know the gross income. Use an example in your explanation.

4. Courtney has been allocating his funds according to the affordability table, but he lost track of his net income and his gross income. Help Courtney figure out his net income and gross income based on the amounts he allocates to different expenses.

Expense Category	Allocated Amount
Rent	600
Utilities	200
Car Insurance	100
Cell Phone	100
Occasional Spending	200
Savings	200
Food	300
Car Loan	200
Entertainment	100