

Problem 31

A company had a SUTA tax rate of 3.7%. The state's taxable limit is \$8,000 of each employee's earnings. For the year, the company had FUTA taxable wages of \$67,900 and SUTA taxable wages of \$83,900. Compute:

- (a) Net FUTA tax....._____
- (b) Net SUTA tax....._____