

## Weeks Ahead On Payroll Formula

This formula helps you understand how many weeks you're ahead on payroll.

Have some sort of a record for how much cash you have both on hand and in receivables and a total of both.

Cash: **\$5280**

Receivables: **\$2578**

Everything We Got: **\$7858**

Next, add up your last **4** payrolls and divide them by **4** to get an average

**\$2250 + \$2354 + \$2687 + \$2412 = \$9703**

**\$9703 divided by 4 = \$2425.75**

**\$2425.75** is our average payroll

Next, we take the amount of cash we have on hand and divide it by our average payroll to find out how many weeks we're ahead on payroll.

**\$5280** (cash on hand) divided **\$2425.75** (average payroll) and get **2.17**. We're **2.17** weeks ahead on payroll.

Now we can do the same thing with everything we've got (cash + receivables).

**\$7858** (everything) divided by **\$2425.75** (average payroll) and get **3.23**. We're **3.23** weeks ahead on payroll when we include everything.

Charting the weeks you're ahead on payroll will help you manage payroll.