

Evaluate Support on a Single Computer Screen

Once case facts have been entered, a SINGLE ANALYSIS SCREEN is used to evaluate different alimony and child support alternatives. Change alimony and child support amounts and see after-tax cash impact on the settlement. Switch children under 17 at the top to see tax savings from dependency exemption and under age 17 child tax credit at the bottom. Once you have a case you want, store it in the Summary Report on Support. Change support amounts to structure a settlement that makes tax sense and gets the client to the share of AFTER-TAX CASH to meet living expenses which YOU WANT.

ALL KEY VARIABLES FOR SUPPORT DECISION ARE SHOWN ON THIS SCREEN

To get to this screen, choose: Support Analysis menu, Split Screen Summary Analysis.

Change Data at Top	John	Martha			Top part of screen is Input area
Filing Status	Single	Hd Hsld	Automatic Spt =	YES	
No. of Children 17 and Over	0	0	Child Support	0	
No. of Children Under Age 17	2	0	Alimony	4,903	
Monthly Budget Amount	3,225	4,050	NonTaxable Maint	0	
Children Residing (Ch Spt)	0	2			
Salary	70,000	35,000	Software calculates KY child support.		
Self-Employment Income	5,000	0			

Recalculate & View Results	2011 Annual Numbers			Monthly Numbers		Bottom part Shows results
	John	Martha	Total	John	Martha	
After-Tax Cash for Living Expenses	41,013	48,600	89,613	3,417	4,051	
% Share	45.8%	54.2%	100%			
Budget Cash	38,700	48,600	87,300	3,225	4,050	
Over/Under Budget	2,313	0	2,313	192	41	
Mon Cash for Child Support	5,966	3,493	9,459	Payor's %	63.07%	
Child Support	(13,092)	13,092	1,091	Per Month		
Tax Saved Child Dep Exempt	1,890	0	1,890			
Tax Saved Under 17 Child Cr	2,000	0	2,000			
Child Cr not Allowed	0	0				
Tax Savings from Alimony	1,560	(1,083)	477			
Alt Min Tax Incl in Fed Tax	0	0	0			
Marg Tax % Incl in State Tax	30.8%	19.9%				
Adjusted Gross Income	70,787	41,903				
Federal Income Tax	7,497	2,212	9,709			
State Income Tax	3,732	1,417	5,149			
Local Income tax	1,688	788	2,476			
				KY Guideline Child Spt Payor's Annual Guideline Incl Other Items 13,092		
				Max 2011 Alimony No Recapture 19,903		

This is last case of Support Summary exhibit. You can immediately see the after-tax impact of using more alimony on bottom line cash flow for both parties. Different mixes of alimony and child support can be easily assessed. You instantly see taxes saved from the child dependency exemption and underage 17 child tax credit. You can determine the tax savings from the child dependency exemption and child tax credit if either party claims the children. It's simple to figure out who should "take the kids" and detailed reports are available to show how the numbers on this screen are computed. All the federal tax tables are available on-screen to make this analysis simple.

FinPlan Divorce Planner's single screen analysis lets you quickly determine how to get your clients to the best possible settlement because you KNOW the TAX IMPACT of different options is accurate.