

## 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.

<b>Change Data at Top</b>	<b>John</b>	<b>Martha</b>			<b>Top part of screen is Input area</b>
Filing Status	Single	Hd Hsld	% Inc > 15,000	0%	
No. of Children 17 and Over	0	0	Automatic Spt =	YES	
No. of Children Under Age 17	0	2	Child Support	0	
Monthly Budget Amount	3,200	4,800	Alimony	6,612	
Children Residing (Ch Spt)	0	2	Nontaxable Maint	0	
Salary	100,000	30,000	Software calculates MN child support.		
Self-Employment Income	10,000	0			

<b>Recalculate &amp; View Results</b>	2011 Annual Numbers			Monthly Numbers		<b>Bottom part Shows results</b>
After-Tax Cash for	<b>John</b>	<b>Martha</b>	<b>Total</b>	<b>John</b>	<b>Martha</b>	
Living Expenses	52,818	57,839	110,657	4,401	4,820	
% Share	47.7%	52.3%	100%			
Budget Cash	38,400	57,600	96,000	3,200	4,800	
Over/Under Budget	14,418	239	14,657	1,201	20	
Child Support Annual	(19,980)	19,980	1,665	Per Month		
Tax Saved Child Dep Exempt	0	1,447	1,447			
Tax Saved Under 17 Child Cr	0	2,000	2,000	<b>Tax Savings – Alimony</b>		
Child Cr not Allowed	0	0		(if negative, use Nontax		
Tax Savings from Alimony	2,225	(1,520)	705	Maintenance)		
Alt Min Tax Incl in Fed Tax	0	0	0	<b>705</b>		
Marg Tax % Incl State Tax	33.7%	19.6%				
Adjusted Gross Income	105,899	39,612		Max 2011 Alimony		
Federal Income Tax	20,394	(852)	19,542	No Recapture	21,612	
State Income Tax	6,568	910	7,478			

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.