

**All Taxes are Summarized on a 1 Page Report**

**SUMMARY OF 2009 TAXES**

Last Name: Jones	James	Martha
<b>FEDERAL INCOME TAX</b>		
1 Salary	70,000	35,000
2 Self-Employment Income	5,000	0
3 Interest + Dividends	1,000	2,000
4 Alimony Received	0	4,000
5 Long Term Capital Gain	0	0
6 Other Income	0	0
<b>7 Total Income</b>	<b>76,000</b>	<b>41,000</b>
<b>LESS:</b>		
8 Alimony Paid	4,000	0
9 Other Adjustments to Income	354	0
<b>10 Adjusted Gross Income</b>	<b>71,646</b>	<b>41,000</b>
<b>LESS:</b>		
11 Greater: Standard Deduction	(5,700)	0
12 or Itemized Deductions	0	(11,000)
13 Personal Exemptions Allowed	(10,950)	(3,650)
<b>14 Taxable Income</b>	<b>54,996</b>	<b>26,350</b>
15 Taxable Inc Excl Div + LT Capital Gains	54,996	24,350
16 Tax on Regular Income	9,937	3,055
17 Tax on Dividends + LT Capital Gains	0	0
18 Less: Child Care Credit	0	(660)
19 Education/Other Credits	0	0
<b>20 Tax Before Refundable Credits</b>	<b>9,937</b>	<b>2,395</b>
21 Child Tax Credit - Under Age 17	(2,000)	0
22 Earned Income Credit	0	0
23 Making Work Pay Credit	(400)	(400)
24 Alternative Minimum Tax	0	0
<b>25 Total Federal Income Tax</b>	<b>7,537</b>	<b>1,995</b>
26 Soc Sec/Self-Employment Tax	6,062	2,678
27 State Income Tax	2,817	1,000
28 Local Income Tax	0	0
<b>29 Total Taxes</b>	<b>16,416</b>	<b>5,673</b>
<b>TAXES SAVED</b>		
<b>30 Child Dependency Exemption</b>	<b>1,975</b>	<b>0</b>
<b>31 Child Tax Credit - Under Age 17</b>	<b>2,000</b>	<b>0</b>
32 Average Tax Rate %	21.6%	13.8%
33 Marginal Federal Tax %	25.0%	15.0%
34 Marginal Federal + State Tax %	30.0%	20.0%
35 Filing Status	Single	Hd Hsld
36 Total Personal Exemptions	3	1
37 No. of Children Under Age 17	2	0

**NOTE:**

For high income individuals, this tax calculation reflects a reduction of itemized deductions and personal exemption amounts allowed and 2/3 of such reduction has been eliminated per current law.

August 20, 2009 01:28 PM

© 2009 Thomson Reuters/West. All rights reserved.