

Tax Estimate for Partnerships, LLCs and Sole Proprietors

Prior FYE reversal	YTD Accruals	5/31/2009																		
Year to date net income before taxes		440,465		5 out of 12 months																
Permanent Differences:																				
50% of Meals & Ent.		138																		
Penalties																				
Domestic Production (est)																				
Timing Differences:																				
Accounts Receivable	783,125	617,867	165,258																	
Prepaid Expenses	0	0	0																	
Accounts Payable	108,217	50,609	(57,608)																	
Deferred Revenue		0	0																	
Accrued Payroll and PR taxes	4,636	2,905	(1,731)																	
401k	0	0	0																	
Depreciation adjustment		0	0																	
Tax-method Pretax Company Income			546,522																	
Shareholder's Percentage of Ownership	60%		327,913																	
Shareholder's Wages and Guaranteed Payments		125,000		<table border="1"> <tr> <td>Federal WH</td> <td>FICA / Med WH</td> <td>State WH</td> <td>Local WH</td> </tr> <tr> <td>40,000</td> <td>15,056</td> <td>6,250</td> <td>2,500</td> </tr> <tr> <td colspan="2">(employer portion)</td> <td></td> <td></td> </tr> <tr> <td colspan="2">15,056</td> <td></td> <td></td> </tr> </table>	Federal WH	FICA / Med WH	State WH	Local WH	40,000	15,056	6,250	2,500	(employer portion)				15,056			
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40,000	15,056	6,250	2,500																	
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Shareholder's Current Taxable Income			452,913																	
Taxable income grossed up to year end			1,086,992																	

PERSONAL TAX ASSUMPTIONS:

Personal tax Status	2	1 = Single or Married Filing Separate 2 = Married Filing Joint
# Exemptions Claimed on your W-2	5	
FICA Limit	106,800	
State Income tax rate	5%	
Local Income tax rate	2%	

RESULTS:

	Estimated Taxes Due	YTD Taxes withheld	Estimates Paid Year to Date	Amount Due	
Year-End Tax Projection:					
Federal Taxes	396,000	70,112	200,000	125,900	Federal Taxes
State Taxes	54,300	6,250	40,000	8,100	State Taxes
Local Taxes	21,700	2,500	15,000	4,200	Local Taxes
Year-to-Date Estimate Due:					
Federal Taxes	165,000	70,112	200,000	(105,100)	Federal Taxes
State Taxes	22,625	6,250	40,000	(23,600)	State Taxes
Local Taxes	9,042	2,500	15,000	(8,500)	Local Taxes