

FEDERAL INCOME TAX CALCULATION

2009

Last Name: Jones

	<u>James</u>	<u>Mary</u>
State (for Income Taxes)	FL	FL
1 Filing Status	Single	Hd Hsld
2 Exemptions Including Taxpayer	1	2
3 No. Under Age 17 Child Credit	0	1

GROSS INCOME

4 Salary	84,000	25,000
4a Salary Adjustments	0	0
5 Self-Employment Income	12,000	0
5a Self-Employment Income Adjustments	0	0
6 Social Security Income (Taxable)	0	0
7 Interest-US Govt Securities	0	0
8 Other Interest	0	1,200
9 Dividends (15% Tax Rate)	1,200	1,200
10 Taxable Non Cash Inc/Loss	0	0
11 Alimony Received	0	23,412
12 Other Taxable Income	0	0
13 Long Term Capital Gain	0	0
14 Total Income	97,200	50,812

ADJUSTMENTS TO INCOME

15 Alimony Paid	23,412	0
16 1/2 Self-Employment Tax/Other	848	0
17 Retirement Contributions	0	0
18 Interest Student Loans	0	0
19 Higher Education Expense	0	0
20 Total Adjustments	24,260	0
21 Adjusted Gross Income	72,940	50,812

ITEMIZED DEDUCTIONS

22a State Income Tax	0	0
22b Local Income Tax	0	0
22c State & Local Sales Tax	0	0
22d Greater of lines 22a + 22b or line 22c	0	0
23 Real Estate Taxes	0	4,000
24 Other Taxes	0	0
25 Mortgage Interest	0	7,000
26 Contributions	0	0
27 Misc Deductions (2%)/Other Deduct	0	0
28 Total Subject to Reduction	0	11,000
29 High Income Reduction	0	0
30 Medical over 7.5% AGI	0	0

FEDERAL INCOME TAX CALCULATION

	2009	
Last Name: Jones	<u>James</u>	<u>Mary</u>
31 Investment Interest	0	0
32 Casualty Loss > 10% AGI	0	0
33 Total Itemized or	0	11,000
34 Standard Deduction + Blind + Age 65	5,700	8,350
35 Less: Exemptions Allowed including high income reduction	3,650	7,300
36 Total Taxable Income	63,590	32,512
37 Taxable Income Excluding Dividends + LT Capital Gain	62,390	31,312
38 Tax on Regular Income	11,785	4,099
39 Tax on Dividends + LT Capital Gain Income	180	0
40 Less: Child Care Credit	0	(600)
41 Education Credits/Other Credits	0	0
42 Tax Before Refundable Credits	11,965	3,499
43 Child Tax Credit - Under Age 17	0	(1,000)
44 Earned Income Credit	0	0
45 Making Work Pay Credit	(400)	(400)
46 Alternative Minimum Tax	0	0
47 Total Federal Income Tax	11,565	2,099
48 Value Child Dep Exemption	0	548
49 Federal & State Marginal Tax %	25.0%	15.0%
50 Soc Sec/Self-Employment Tax	8,121	1,913
51 Avg Tax %: Fed + State + Soc Sec	20.3%	7.9%
52 Maximum 2009 Alimony without Recapture	38,412	

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.