

## 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 and immediately 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 that 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>Mary</b>				
Filing Status	Single	Hd Hsld		Automatic Spt =	YES	<b>Top part of screen is input area</b>
No. of Children 17 and Over	0	0		Child Support	14,379	
No. of Children Under Age 17	1	0		Alimony	8,922	
Monthly Budget Amount	3,400	4,000		Nontaxable Maint	0	
Children Residing (Ch Spt)	0	1				
Salary	90,000	30,000		Software calculates IL child support.		
Self-Employment Income	10,000	0				
<b>Recalculate &amp; View Results</b>	2008 Annual Numbers			2008 Monthly Numbers		<b>Bottom part shows results</b>
After-Tax Cash for	<b>John</b>	<b>Mary</b>	<b>Total</b>	<b>John</b>	<b>Mary</b>	
Living Expenses	51,596	48,000	99,596	4,299	4,000	<b>Budget cash is computed</b>
% Share	51.8%	48.2%	100%			
Budget Cash	40,800	48,000	88,800	3,400	4,000	
Over /Under Budget	10,796	0	10,731	899	0	
Child Support Annual	(14,379)	14,379	1,198	Per Month	20%	
Alimony	(8,852)	8,852	738	Per Month	12%	
Tax Saved Child Dep Exempt	1,029	0	1,029			
Tax Saved Under 17 Child Cr	200	0	200			
Child Cr not Allowed	800	0				
Tax Savings from Alimony	2,933	(1,593)	1,340			
Alt Min Tax Incl in Fed Tax	0	0	0	<b>Alimony which meets Receiver's Budget 8,852</b>		<b>Alimony to get Mary to budget cash is computed</b>
Marg Tax % Incl State Tax	28.0%	18.0%				
Adjusted Gross Income	90,941	40,852		Max 2007 Alimony		
Federal Income Tax	15,767	3,830	19,597	No Recapture	23,852	
State Income Tax	2,608	1,106	3,714			
Local Income tax	0	0	0			

You can immediately see the after-tax impact of using 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.