

EFSTATUS	EF Transmission Status (Keep for your records)	2011
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Name(s) as shown on return MARTIN & LORI JONES	Your social security number 400-00-3009
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The following will be transmitted to the IRS. 1040 4868 2350 9465 Form 56

The following state returns will be transmitted:

_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____

The following returns have been suppressed or are not eligible and will NOT be transmitted.

_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____

EF Notes

1040 U.S. Individual Income Tax Return 2011

Department of the Treasury - Internal Revenue Service

(99)

OMB No. 1545-0074

IRS Use Only-Do not write or staple in this space.

Header section containing personal information: Name (MARTIN JONES), Social Security Number (400-00-3009), Spouse's Social Security Number (400-00-2062), Address (435 DAIRY MOUNTAIN ROAD), and Foreign Country (FRANKLIN NC 28734).

Filing Status section: 1 Single, 2 Married filing jointly (checked), 3 Married filing separately, 4 Head of household, 5 Qualifying widow(er) with dependent child.

Exemptions section: 6a Yourself (checked), 6b Spouse (checked), 6c Dependents table with entries for MARK JONES (Son) and RACHEL JONES (Daughter), 6d Total number of exemptions claimed (4).

Income section: 7 Wages, salaries, tips, etc. Attach Form(s) W-2; 8a Taxable interest; 9a Ordinary dividends; 10 Taxable refunds, credits, or offsets of state and local income taxes; 11 Alimony received; 12 Business income or (loss); 13 Capital gain or (loss); 14 Other gains or (losses); 15a IRA distributions; 16a Pensions and annuities; 17 Rental real estate, royalties, partnerships, S corporations, trusts, etc.; 18 Farm income or (loss); 19 Unemployment compensation; 20a Social security benefits; 21 Other income; 22 Combine the amounts in the far right col for lines 7 through 21. This is your total income (96,474).

Adjusted Gross Income section: 23 Educator expenses; 24 Certain business expenses of reservists, performing artists, and fee-basis government officials; 25 Health savings account deduction; 26 Moving expenses; 27 Deductible part of self-employment tax (6,814); 28 Self-employed SEP, SIMPLE, and qualified plans; 29 Self-employed health insurance deduction; 30 Penalty on early withdrawal of savings; 31a Alimony paid; 32 IRA deduction; 33 Student loan interest deduction; 34 Tuition and fees; 35 Domestic production activities deduction; 36 Add lines 23 through 35 (6,814); 37 Subtract line 36 from line 22. This is your adjusted gross income (89,660).

Tax and Credits

Standard Deduction for - People who check any box on line 39a or 39b or who can be claimed as a dependent, see instructions. All others: Single or Married filing separately, \$5,800 Married filing jointly or Qualifying widow(er), \$11,600 Head of household, \$8,500

Table with 3 columns: Line number, Description, and Amount. Rows include: 38 Amount from line 37 (adjusted gross income) 89,660; 39a Check boxes for born before 1947; 40 Itemized deductions 11,600; 41 Subtract line 40 from line 38 78,060; 42 Exemptions 14,800; 43 Taxable income 63,260; 44 Tax 8,641; 45 Alternative minimum tax; 46 Add lines 44 and 45 8,641; 47 Foreign tax credit; 48 Credit for child and dependent care expenses; 49 Education credits; 50 Retirement savings contributions credit; 51 Child tax credit 2,000; 52 Residential energy credits; 53 Other credits; 54 Add lines 47 through 53. These are your total credits 2,000; 55 Subtract line 54 from line 46. If line 54 is more than line 46, enter -0- 6,641; 56 Self-employment tax 11,850; 57 Unreported social security and Medicare tax; 58 Additional tax on IRAs; 59a Household employment taxes; 59b First-time homebuyer credit repayment; 60 Other taxes; 61 Add lines 55 through 60. This is your total tax 18,491; 62 Federal income tax withheld 24,000; 63 2011 estimated tax payments and amount applied from 2010 return 24,000; 64a Earned income credit; 64b Nontaxable combat pay election; 65 Additional child tax credit; 66 American opportunity credit; 67 First-time homebuyer credit; 68 Amount paid with request for extension to file; 69 Excess social security and tier 1 RRTA tax withheld; 70 Credit for federal tax on fuels; 71 Credits from Form; 72 Add lines 62, 63, 64a, and 65 through 71. These are your total payments 24,000; 73 If line 72 is more than line 61, subtract line 61 from line 72. This is the amount you overpaid 5,509; 74a Amount of line 73 you want refunded to you. If Form 8888 is attached, check here 5,509; 74b Routing number; 74c Type: Checking Savings; 74d Account number; 75 Amount of line 73 you want applied to your 2012 estimated tax; 76 Amount you owe. Subtract line 72 from line 61. For details on how to pay, see instructions; 77 Estimated tax penalty (see instructions).

Other Taxes

Payments

If you have a qualifying child, attach Schedule EIC.

Refund

Direct deposit? See instructions.

Amount You Owe

Third Party Designee

Do you want to allow another person to discuss this return with the IRS (see instructions)? Yes. Complete below. [X] No Designee's name, Phone no., Personal identification number (PIN)

Sign Here

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Joint return? See instructions. Keep a copy for your records. Your signature: 02009 Date: 01-01-2012 Your occupation: FARMER Daytime phone number: 828-555-1111 Spouse's signature: 02062 Date: Spouse's occupation: FARMER Identity Protection PIN (see inst.): Preparer's signature: Date: 12-20-2011 Check self-employed if PTIN: P00000777

Paid Preparer Use Only

Print/Type preparer's name: Preparer1 Firm's name: Drake Software Firm's EIN: 11-1222333 Firm's address: 235 East Main Street Franklin, NC 28734 Phone no.: 828-524-1234

**SCHEDULE F
(Form 1040)**

Profit or Loss From Farming

OMB No. 1545-0074

Department of the Treasury
Internal Revenue Service (99)

▶ Attach to Form 1040, Form 1040NR, Form 1041, Form 1065, or Form 1065-B.

2011

Attachment
Sequence No. **14**

▶ See Instructions for Schedule F (Form 1040).

Name of proprietor MARTIN JONES		Social security number (SSN) 400-00-3009
A Principal crop or activity DAIRY FARMING	B Enter code from Part IV ▶ 112120	C Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual
		D Employer ID number (EIN), (see instr) 93-7676757
E Did you "materially participate" in the operation of this business during 2011? If "No," see instructions for limit on passive losses.		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
F Did you make any payments in 2011 that would require you to file Form(s) 1099 (see instructions)		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
G If "Yes," did you or will you file all required Forms 1099?		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

Part I Farm Income - Cash Method. Complete Parts I and II (Accrual method. Complete Parts II and III, and Part I, line 9.)			
1 a	Specified sales of livestock and other resale items (see instructions)	1a	0
b	Sales of livestock and other resale items not reported on line 1a	1b	5,200
c	Total of lines 1a and 1b (see instructions)	1c	5,200
d	Cost or other basis of livestock or other items reported on line 1c	1d	2,900
e	Subtract line 1d from line 1c	1e	2,300
2 a	Specified sales of products you raised (see instructions)	2a	0
b	Sales of products you raised not reported on line 2a	2b	97,000
3 a	Cooperative distributions (Form(s) 1099-PATR)	3a	600
		3b Taxable amount	600
4 a	Agricultural program payments (see instructions)	4a	2,800
		4b Taxable amount	2,800
5 a	Commodity Credit Corporation (CCC) loans reported under election	5a	
b	CCC loans forfeited	5b	
		5c Taxable amount	
6	Crop insurance proceeds and federal crop disaster payments (see instructions)		
a	Amount received in 2011	6a	
c	If election to defer to 2012 is attached, check here <input type="checkbox"/>	6d Amount deferred from 2010	
7 a	Specified custom hire (machine work) income (see instructions)	7a	0
b	Custom hire income not reported on line 7a	7b	
8 a	Specified other income (see instructions)	8a	0
b	Other income not reported on line 8a (see instructions)	8b	
9	Gross income. Add amounts in the right column (lines 1e, 2a, 2b, 3b, 4b, 5a, 5c, 6b, 6d, 7a, 7b, 8a, and 8b). If you use the accrual method, enter the amount from Part III, line 50 (see instructions)	9	102,700

Part II Farm Expenses - Cash and Accrual Method. Do not include personal or living expenses (see instructions).			
10	Car and truck expenses (see instructions). Also, attach Form 4562	10	5,325
11	Chemicals	11	1,900
12	Conservation expenses (see instrs)	12	
13	Custom hire (machine work)	13	
14	Depreciation and section 179 expense (see instructions)	14	7,288
15	Employee benefit programs other than on line 23	15	
16	Feed	16	6,750
17	Fertilizers and lime	17	2,300
18	Freight and trucking	18	1,100
19	Gasoline, fuel, and oil	19	1,800
20	Insurance (other than health)	20	2,100
21	Interest:		
a	Mortgage (paid to banks, etc.)	21a	2,300
b	Other	21b	
22	Labor hired (less employment credits)	22	3,200
23	Pension and profit-sharing plans	23	
24	Rent or lease (see instructions):		
	a Vehicles, machinery, equipment	24a	
	b Other (land, animals, etc.)	24b	
25	Repairs and maintenance	25	2,400
26	Seeds and plants	26	1,000
27	Storage and warehousing	27	
28	Supplies	28	3,500
29	Taxes	29	6,000
30	Utilities	30	3,200
31	Veterinary, breeding, and medicine	31	4,300
32	Other expenses (specify):		
	a	32a	
	b	32b	
	c	32c	
	d	32d	
	e	32e	
	f	32f	
33	Total expenses. Add lines 10 through 32f. If line 32f is negative, see instructions	33	54,463
34	Net farm profit or (loss). Subtract line 33 from line 9	34	48,237

If a profit, stop here and see instructions for where to report. If a loss, complete lines 35 and 36.

35 Did you receive an applicable subsidy in 2011? (see instructions) Yes No

36 Check the box that describes your investment in this activity and see instructions for where to report your loss.

a All investment is at risk. **b** Some investment is not at risk.

**SCHEDULE F
(Form 1040)**

Profit or Loss From Farming

OMB No. 1545-0074

Department of the Treasury
Internal Revenue Service (99)

▶ Attach to Form 1040, Form 1040NR, Form 1041, Form 1065, or Form 1065-B.

2011

Attachment
Sequence No. **14**

▶ See Instructions for Schedule F (Form 1040).

Name of proprietor LORI JONES		Social security number (SSN) 400-00-2062
A Principal crop or activity DAIRY FARMING	B Enter code from Part IV ▶ 112120	C Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual
		D Employer ID number (EIN), (see instr) 93-7676758
E Did you "materially participate" in the operation of this business during 2011? If "No," see instructions for limit on passive losses.		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
F Did you make any payments in 2011 that would require you to file Form(s) 1099 (see instructions)		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
G If "Yes," did you or will you file all required Forms 1099?		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

Part I Farm Income - Cash Method. Complete Parts I and II (Accrual method. Complete Parts II and III, and Part I, line 9.)

1 a Specified sales of livestock and other resale items (see instructions)	1a				
b Sales of livestock and other resale items not reported on line 1a	1b		5,200		
c Total of lines 1a and 1b (see instructions)	1c		5,200		
d Cost or other basis of livestock or other items reported on line 1c	1d		2,900		
e Subtract line 1d from line 1c		1e		2,300	
2 a Specified sales of products you raised (see instructions)		2a		0	
b Sales of products you raised not reported on line 2a		2b		97,000	
3 a Cooperative distributions (Form(s) 1099-PATR)	3a		600	3b Taxable amount	600
4 a Agricultural program payments (see instructions)	4a		2,800	4b Taxable amount	2,800
5 a Commodity Credit Corporation (CCC) loans reported under election		5a			
b CCC loans forfeited	5b			5c Taxable amount	
6 Crop insurance proceeds and federal crop disaster payments (see instructions)					
a Amount received in 2011	6a			6b Taxable amount	
c If election to defer to 2012 is attached, check here <input type="checkbox"/>		6d Amount deferred from 2010			
7 a Specified custom hire (machine work) income (see instructions)		7a		0	
b Custom hire income not reported on line 7a		7b			
8 a Specified other income (see instructions)		8a		0	
b Other income not reported on line 8a (see instructions)		8b			
9 Gross income. Add amounts in the right column (lines 1e, 2a, 2b, 3b, 4b, 5a, 5c, 6b, 6d, 7a, 7b, 8a, and 8b). If you use the accrual method, enter the amount from Part III, line 50 (see instructions)		9		102,700	

Part II Farm Expenses - Cash and Accrual Method. Do not include personal or living expenses (see instructions).

10 Car and truck expenses (see instructions). Also, attach Form 4562	10				
11 Chemicals	11		1,900	23 Pension and profit-sharing plans	
12 Conservation expenses (see instrs)	12			24 Rent or lease (see instructions):	
13 Custom hire (machine work)	13			a Vehicles, machinery, equipment	24a
14 Depreciation and section 179 expense (see instructions)	14		7,288	b Other (land, animals, etc.)	24b
15 Employee benefit programs other than on line 23	15			25 Repairs and maintenance	2,400
16 Feed	16		6,750	26 Seeds and plants	1,000
17 Fertilizers and lime	17		2,300	27 Storage and warehousing	
18 Freight and trucking	18		1,100	28 Supplies	3,500
19 Gasoline, fuel, and oil	19		1,800	29 Taxes	6,000
20 Insurance (other than health)	20		2,100	30 Utilities	3,200
21 Interest:				31 Veterinary, breeding, and medicine	4,300
a Mortgage (paid to banks, etc.)	21a		2,300	32 Other expenses (specify):	
b Other	21b			a	32a
22 Labor hired (less employment credits)	22		3,200	b	32b
				c	32c
				d	32d
				e	32e
				f	32f
33 Total expenses. Add lines 10 through 32f. If line 32f is negative, see instructions		33		54,463	
34 Net farm profit or (loss). Subtract line 33 from line 9		34		48,237	

If a profit, stop here and see instructions for where to report. If a loss, complete lines 35 and 36.

35 Did you receive an applicable subsidy in 2011? (see instructions) Yes No

36 Check the box that describes your investment in this activity and see instructions for where to report your loss.

a All investment is at risk. **b** Some investment is not at risk.

**SCHEDULE SE
(Form 1040)**

Department of the Treasury
Internal Revenue Service (99)

Self-Employment Tax

▶ Attach to Form 1040 or Form 1040NR.

▶ See separate instructions.

OMB No. 1545-0074

2011

Attachment
Sequence No. **17**

Name of person with **self-employment** income (as shown on Form 1040)

MARTIN JONES

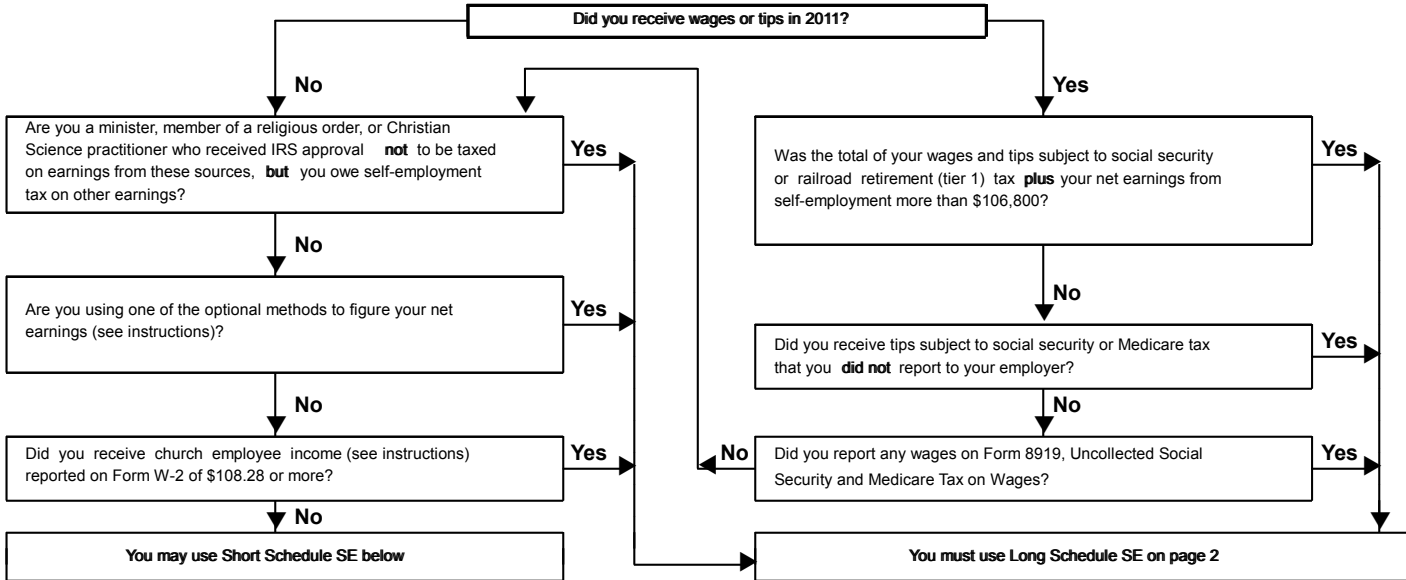
Social security number of person
with **self-employment** income ▶

400-00-3009

Before you begin: To determine if you must file Schedule SE, see the instructions.

May I Use Short Schedule SE or Must I Use Long Schedule SE?

Note. Use this flowchart **only** if you must file Schedule SE. If unsure, see Who Must File Schedule SE in the instructions.



Section A - Short Schedule SE. Caution. Read above to see if you can use Short Schedule SE.

1a Net farm profit or (loss) from Schedule F, line 34, and farm partnerships, Schedule K-1 (Form 1065), box 14, code A	1a	48,237
b If you received social security retirement or disability benefits, enter the amount of Conservation Reserve Program payments included on Schedule F, line 4b, or listed on Schedule K-1 (Form 1065), box 20, code Y	1b	()
2 Net profit or (loss) from Schedule C, line 31; Schedule C-EZ, line 3; Schedule K-1 (Form 1065), box 14, code A (other than farming); and Schedule K-1 (Form 1065-B), box 9, code J1. Ministers and members of religious orders, see instructions for types of income to report on this line. See instructions for other income to report	2	
3 Combine lines 1a, 1b, and 2	3	48,237
4 Multiply line 3 by 92.35% (.9235). If less than \$400, you do not owe self-employment tax; do not file this schedule unless you have an amount on line 1b ▶ Note. If line 4 is less than \$400 due to Conservation Reserve Program payments on line 1b, see instructions.	4	44,547
5 Self-employment tax. If the amount on line 4 is: • \$106,800 or less, multiply line 4 by 13.3% (.133). Enter the result here and on Form 1040, line 56, or Form 1040NR, line 54 • More than \$106,800, multiply line 4 by 2.9% (.029). Then, add \$11,107.20 to the result. Enter the total here and on Form 1040, line 56, or Form 1040NR, line 54	5	5,925
6 Deduction for employer-equivalent portion of self-employment tax. If the amount on line 5 is: • \$14,204.40 or less, multiply line 5 by 57.51% (.5751) • More than \$14,204.40, multiply line 5 by 50% (.50) and add \$1,067 to the result. Enter the result here and on Form 1040, line 27, or Form 1040NR, line 27	6	3,407

For Paperwork Reduction Act Notice, see your tax return instructions.

EEA

Schedule SE (Form 1040) 2011

**SCHEDULE SE
(Form 1040)**

Department of the Treasury
Internal Revenue Service (99)

Self-Employment Tax

▶ Attach to Form 1040 or Form 1040NR.

▶ See separate instructions.

OMB No. 1545-0074

2011

Attachment
Sequence No. **17**

Name of person with **self-employment** income (as shown on Form 1040)

LORI JONES

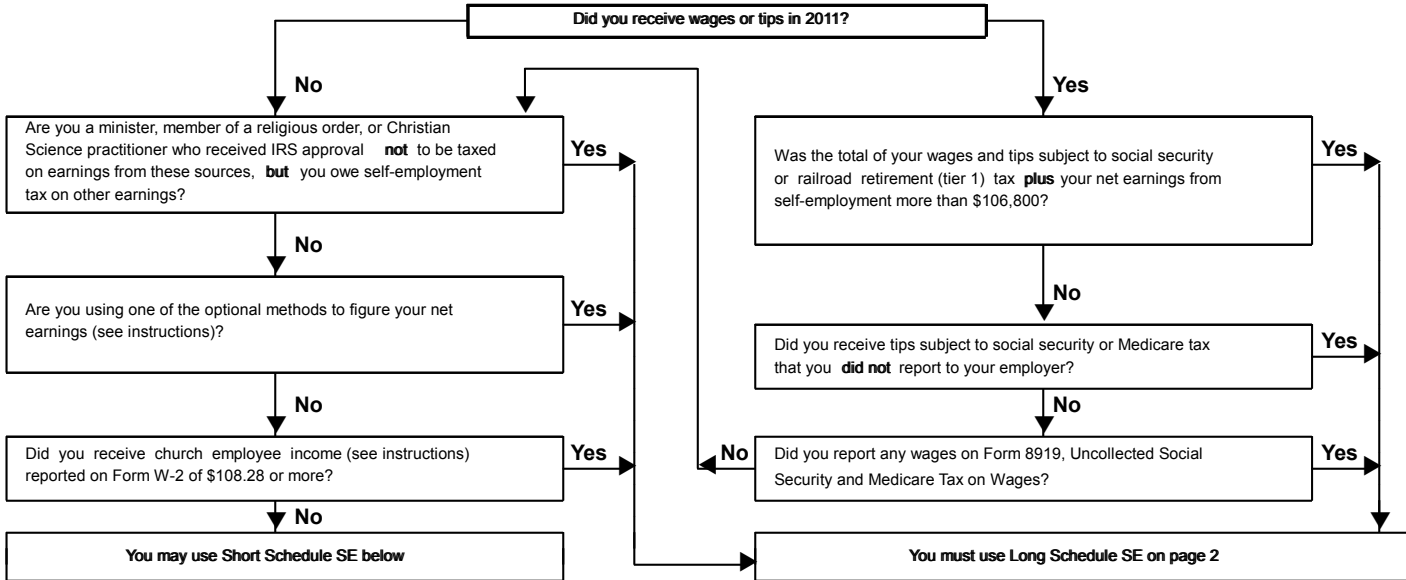
Social security number of person
with **self-employment** income ▶

400-00-2062

Before you begin: To determine if you must file Schedule SE, see the instructions.

May I Use Short Schedule SE or Must I Use Long Schedule SE?

Note. Use this flowchart **only** if you must file Schedule SE. If unsure, see Who Must File Schedule SE in the instructions.



Section A - Short Schedule SE. Caution. Read above to see if you can use Short Schedule SE.

1a Net farm profit or (loss) from Schedule F, line 34, and farm partnerships, Schedule K-1 (Form 1065), box 14, code A	1a	48,237
b If you received social security retirement or disability benefits, enter the amount of Conservation Reserve Program payments included on Schedule F, line 4b, or listed on Schedule K-1 (Form 1065), box 20, code Y	1b	()
2 Net profit or (loss) from Schedule C, line 31; Schedule C-EZ, line 3; Schedule K-1 (Form 1065), box 14, code A (other than farming); and Schedule K-1 (Form 1065-B), box 9, code J1. Ministers and members of religious orders, see instructions for types of income to report on this line. See instructions for other income to report	2	
3 Combine lines 1a, 1b, and 2	3	48,237
4 Multiply line 3 by 92.35% (.9235). If less than \$400, you do not owe self-employment tax; do not file this schedule unless you have an amount on line 1b ▶	4	44,547
5 Self-employment tax. If the amount on line 4 is: • \$106,800 or less, multiply line 4 by 13.3% (.133). Enter the result here and on Form 1040, line 56 , or Form 1040NR, line 54 • More than \$106,800, multiply line 4 by 2.9% (.029). Then, add \$11,107.20 to the result. Enter the total here and on Form 1040, line 56 , or Form 1040NR, line 54	5	5,925
6 Deduction for employer-equivalent portion of self-employment tax. If the amount on line 5 is: • \$14,204.40 or less, multiply line 5 by 57.51% (.5751) • More than \$14,204.40, multiply line 5 by 50% (.50) and add \$1,067 to the result. Enter the result here and on Form 1040, line 27 , or Form 1040NR, line 27	6	3,407

For Paperwork Reduction Act Notice, see your tax return instructions.

EEA

Schedule SE (Form 1040) 2011

**SCHEDULE J
(Form 1040)**

Department of the Treasury
Internal Revenue Service (99)

Name(s) shown on return

**Income Averaging for
Farmers and Fishermen**

▶ **Attach to Form 1040 or Form 1040NR.**
▶ **See separate Instructions.**

OMB No. 1545-0074

2011

Attachment
Sequence No. **20**

MARTIN & LORI JONES

Social security number (SSN)

400-00-3009

1	Enter the taxable income from your 2011 Form 1040, line 43, or Form 1040NR, line 41	1	63,260
2a	Enter your elected farm income (see instructions). Do not enter more than the amount on line 1	2a	
	Capital gain included on line 2a:		
b	Excess, if any, of net long-term capital gain over net short-term capital loss	2b	
c	Unrecaptured section 1250 gain	2c	
3	Subtract line 2a from line 1	3	63,260
4	Figure the tax on the amount on line 3 using the 2011 tax rates (see instructions)	4	8,641
5	If you used Schedule J to figure your tax for: • 2010, enter the amount from your 2010 Schedule J, line 11. • 2009 but not 2010, enter the amount from your 2009 Schedule J, line 15. • 2008 but not 2009 or 2010, enter the amount from your 2008 Schedule J, line 3. Otherwise, enter the taxable income from your 2008 Form 1040, line 43; Form 1040A, line 27; Form 1040EZ, line 6; Form 1040NR, line 40; or Form 1040NR-EZ, line 14. If zero or less, see instructions.	5	20,896
6	Divide the amount on line 2a by 3.0	6	
7	Combine lines 5 and 6. If zero or less, enter -0-	7	20,896
8	Figure the tax on the amount on line 7 using the 2008 tax rates (see instructions)	8	2,332
9	If you used Schedule J to figure your tax for: • 2010, enter the amount from your 2010 Schedule J, line 15. • 2009 but not 2010, enter the amount from your 2009 Schedule J, line 3. Otherwise, enter the taxable income from your 2009 Form 1040, line 43; Form 1040A, line 27; Form 1040EZ, line 6; or Form 1040NR, line 40; or Form 1040NR-EZ, line 14. If zero or less, see instructions.	9	0
10	Enter the amount from line 6	10	
11	Combine lines 9 and 10. If less than zero, enter as a negative amount	11	
12	Figure the tax on the amount on line 11 using the 2009 tax rates (see instructions)	12	0
13	If you used Schedule J to figure your tax for 2010, enter the amount from your 2010 Schedule J, line 3. Otherwise, enter the taxable income from your 2010 Form 1040, line 43; Form 1040A, line 27; Form 1040EZ, line 6; Form 1040NR, line 41; or Form 1040NR-EZ, line 14. If zero or less, see instructions.	13	74,726
14	Enter the amount from line 6	14	
15	Combine lines 13 and 14. If less than zero, enter as a negative amount	15	74,726
16	Figure the tax on the amount on line 15 using the 2010 tax rates (see instructions)	16	9,730
17	Add lines 4, 8, 12, and 16	17	20,703

For Paperwork Reduction Act Notice, see your tax return instructions.

EEA

Schedule J (Form 1040) 2011

18 Amount from line 17	18	<u>20,703</u>
<p>19 If you used Schedule J to figure your tax for:</p> <ul style="list-style-type: none"> • 2010, enter the amount from your 2010 Schedule J, line 12. • 2009 but not 2010, enter the amount from your 2009 Schedule J, line 16. • 2008 but not 2009 or 2010, enter the amount from your 2008 Schedule J, line 4. <p>Otherwise, enter the tax from your 2008 Form 1040, line 44;* Form 1040A, line 28;* Form 1040EZ, line 11; Form 1040NR, line 41;* or Form 1040NR-EZ, line 15.</p>	<p>19 2,332</p>	
<p>20 If you used Schedule J to figure your tax for:</p> <ul style="list-style-type: none"> • 2010, enter the amount from your 2010 Schedule J, line 16. • 2009 but not 2010, enter the amount from your 2009 Schedule J, line 4. <p>Otherwise, enter the tax from your 2009 Form 1040, line 44;* Form 1040A, line 28;* Form 1040EZ, line 11; Form 1040NR, line 41;* or Form 1040NR-EZ, line 15.</p>	<p>20 0</p>	
<p>21 If you used Schedule J to figure your tax for 2010, enter the amount from your 2010 Schedule J, line 4. Otherwise, enter the tax from your 2010 Form 1040, line 44;* Form 1040A, line 28;* Form 1040EZ, line 11; Form 1040NR, line 42;* or Form 1040NR-EZ, line 15</p>	<p>21 9,730</p>	
<p>* Do not include any tax reported on this line from Forms 8814, 4972, or 8889, or from recapture of an education credit or charitable contribution deduction. Also, do not include alternative minimum tax from Form 1040A.</p>		
<p>22 Add lines 19 through 21</p>	22	<u>12,062</u>
<p>23 Tax. Subtract line 22 from line 18. Also include this amount on Form 1040, line 44 or Form 1040NR, line 42</p>	23	<u>8,641</u>
<p>Caution. Your tax may be less if you figure it using the 2011 Tax Table, Tax Computation Worksheet, Qualified Dividends and Capital Gain Tax Worksheet, or Schedule D Tax Worksheet. Attach Schedule J only if you are using it to figure your tax.</p>		

Depreciation and Amortization
(Including Information on Listed Property)

Department of the Treasury
Internal Revenue Service (99)

See separate instructions. Attach to your tax return.

2011
Attachment Sequence No. 179

Name(s) shown on return

Business or activity to which this form relates

Identifying number

MARTIN & LORI JONES

SCHEDULE F - 1

400-00-3009

Part I Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

Table with 5 rows for Section 179 election. Line 1: Maximum amount. Line 2: Total cost of section 179 property. Line 3: Threshold cost of section 179 property. Line 4: Reduction in limitation. Line 5: Dollar limitation for tax year.

Table with 3 columns: (a) Description of property, (b) Cost (business use only), (c) Elected cost. Row 6: Description of property.

Table with 13 rows for Section 179 expense deduction. Line 7: Listed property. Line 8: Total elected cost. Line 9: Tentative deduction. Line 10: Carryover of disallowed deduction. Line 11: Business income limitation. Line 12: Section 179 expense deduction. Line 13: Carryover of disallowed deduction to 2012.

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)

Table with 3 rows for Special Depreciation Allowance. Line 14: Special depreciation allowance. Line 15: Property subject to section 168(f)(1) election. Line 16: Other depreciation (including ACRS).

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)

Section A

Table with 2 rows for MACRS deductions. Line 17: MACRS deductions for assets placed in service in tax years beginning before 2011. Line 18: If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here.

Section B - Assets Placed in Service During 2011 Tax Year Using the General Depreciation System

Table with 7 columns: (a) Classification of property, (b) Month and year placed in service, (c) Basis for depreciation, (d) Recovery period, (e) Convention, (f) Method, (g) Depreciation deduction. Rows 19a-g: 3-year, 5-year, 7-year, 10-year, 15-year, 20-year, 25-year property. Rows h-i: Residential rental property, Nonresidential real property.

Section C - Assets Placed in Service During 2011 Tax Year Using the Alternative Depreciation System

Table with 6 columns: (a) Class life, (b) Month and year placed in service, (c) Basis for depreciation, (d) Recovery period, (e) Convention, (f) Method, (g) Depreciation deduction. Rows 20a-c: 12-year, 40-year class life.

Part IV Summary (See instructions.)

Table with 3 rows for Summary. Line 21: Listed property. Line 22: Total. Line 23: For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs.

For Paperwork Reduction Act Notice, see separate instructions.

Part V Listed Property (Include automobiles, certain other vehicles, certain computers, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A - Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed? **Yes** **No** **24b** If "Yes," is the evidence written? **Yes** **No**

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) Elected section 179 cost
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see instructions)							25	
26 Property used more than 50% in a qualified business use:								
WORK TRUCK	20000412	100 %						
		%						
		%						
27 Property used 50% or less in a qualified business use:								
		%				S/L-		
		%				S/L-		
		%				S/L-		
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1							28	
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1								29

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
30 Total business/investment miles driven during the year (do not include commuting miles)	10,000											
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year. Add lines 30 through 32	10,000											
34 Was the vehicle available for personal use during off-duty hours?	X											
35 Was the vehicle used primarily by a more than 5% owner or related person?	X											
36 Is another vehicle available for personal use?	X											

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see instructions).

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions.)		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2011 tax year (see instructions):					
43 Amortization of costs that began before your 2011 tax year					43
44 Total. Add amounts in column (f). See the instructions for where to report					44

Depreciation and Amortization (Including Information on Listed Property)

Department of the Treasury Internal Revenue Service (99)

See separate instructions. Attach to your tax return.

2011 Attachment Sequence No. 179

Name(s) shown on return

Business or activity to which this form relates

Identifying number

MARTIN & LORI JONES

SCHEDULE F - 2

400-00-3009

Part I Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

Table with 5 rows for Section 179 election details, including maximum amount, total cost, and dollar limitation.

Table with 3 columns: (a) Description of property, (b) Cost (business use only), (c) Elected cost.

Table with 13 rows for Section 179 expense deduction calculations, including carryover and business income limitation.

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)

Table with 3 rows for Special Depreciation Allowance and Other Depreciation.

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)

Section A

Table with 2 rows for MACRS deductions for assets placed in service in tax years beginning before 2011.

Section B - Assets Placed in Service During 2011 Tax Year Using the General Depreciation System

Table with 7 columns: (a) Classification of property, (b) Month and year placed in service, (c) Basis for depreciation, (d) Recovery period, (e) Convention, (f) Method, (g) Depreciation deduction.

Section C - Assets Placed in Service During 2011 Tax Year Using the Alternative Depreciation System

Table with 6 columns: (a) Class life, (b) Month and year placed in service, (c) Basis for depreciation, (d) Recovery period, (e) Convention, (f) Method, (g) Depreciation deduction.

Part IV Summary (See instructions.)

Table with 3 rows for Summary, including listed property amount, total depreciation, and section 263A costs.

Part V Listed Property (Include automobiles, certain other vehicles, certain computers, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A - Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed? **Yes** **No** **24b** If "Yes," is the evidence written? **Yes** **No**

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) Elected section 179 cost
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see instructions)							25	
26 Property used more than 50% in a qualified business use:								
WORK TRUCK	20000412	100 %						
		%						
		%						
27 Property used 50% or less in a qualified business use:								
		%				S/L-		
		%				S/L-		
		%				S/L-		
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1							28	
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1								29

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
30 Total business/investment miles driven during the year (do not include commuting miles)	10,000											
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year. Add lines 30 through 32	10,000											
34 Was the vehicle available for personal use during off-duty hours?	X											
35 Was the vehicle used primarily by a more than 5% owner or related person?	X											
36 Is another vehicle available for personal use?	X											

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see instructions).

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions.)		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2011 tax year (see instructions):					
43 Amortization of costs that began before your 2011 tax year					43
44 Total. Add amounts in column (f). See the instructions for where to report					44

Department of the Treasury
Internal Revenue Service

▶ **Do not send to the IRS. This is not a tax return.**
▶ **Keep this form for your records. See instructions.**

2011

Declaration Control Number (DCN) ▶

00-561332-020092

Taxpayer's name

MARTIN JONES

Social security number

400-00-3009

Spouse's name

LORI JONES

Spouse's social security number

400-00-2062

Part I Tax Return Information - Tax Year Ending December 31, 2011 (Whole Dollars Only)

1	Adjusted gross income (Form 1040, line 38; Form 1040A, line 22; Form 1040EZ, line 4)	1	<u>89,660</u>
2	Total tax (Form 1040, line 61; Form 1040A, line 35; Form 1040EZ, line 10)	2	<u>18,491</u>
3	Federal income tax withheld (Form 1040, line 62; Form 1040A, line 36; Form 1040EZ, line 7)	3	
4	Refund (Form 1040, line 74a; Form 1040A, line 43a; Form 1040EZ, line 11; Form 1040-SS, Part I, line 12a) . .	4	<u>5,509</u>
5	Amount you owe (Form 1040, line 76; Form 1040A, line 45; Form 1040EZ, line 12)	5	

Part II Taxpayer Declaration and Signature Authorization (Be sure you get and keep a copy of your return)

Under penalties of perjury, I declare that I have examined a copy of my electronic individual income tax return and accompanying schedules and statements for the tax year ending December 31, 2011, and to the best of my knowledge and belief, it is true, correct, and complete. I further declare that the amounts in Part I above are the amounts from my electronic income tax return. I consent to allow my intermediate service provider, transmitter, or electronic return originator (ERO) to send my return to the IRS and to receive from the IRS (a) an acknowledgement of receipt or reason for rejection of the transmission, (b) the reason for any delay in processing the return or refund, and (c) the date of any refund. If applicable, I authorize the U.S. Treasury and its designated Financial Agent to initiate an ACH electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of my Federal taxes owed on this return and/or a payment of estimated tax, and the financial institution to debit the entry to this account. I further understand that this authorization may apply to future Federal tax payments that I direct to be debited through the Electronic Federal Tax Payment System (EFTPS). I authorize EFTPS to issue me a personal identification number (PIN) to access EFTPS. This authorization is to remain in full force and effect until I notify the U.S. Treasury Financial Agent to terminate the authorization. To request that my PIN be mailed to me, or to revoke (cancel) a payment, I must contact the U.S. Treasury Financial Agent at 1-888-353-4537. Payment cancellation requests must be received no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment. I further acknowledge that the personal identification number (PIN) below is my signature for my electronic income tax return and, if applicable, my Electronic Funds Withdrawal Consent.

Taxpayer's PIN: check one box only

I authorize Drake Software to enter or generate my PIN 02009 as my signature on my tax year 2011 electronically filed income tax return.
ERO firm name Enter five numbers, but do not enter all zeros

I will enter my PIN as my signature on my tax year 2011 electronically filed income tax return. Check this box **only** if you are entering your own PIN **and** your return is filed using the Practitioner PIN method. The ERO must complete Part III below.

Your signature ▶ _____ Date ▶ 12-20-2011

Spouse's PIN: check one box only

I authorize Drake Software to enter or generate my PIN 02062 as my signature on my tax year 2011 electronically filed income tax return.
ERO firm name Enter five numbers, but do not enter all zeros

I will enter my PIN as my signature on my tax year 2011 electronically filed income tax return. Check this box **only** if you are entering your own PIN **and** your return is filed using the Practitioner PIN method. The ERO must complete Part III below.

Spouse's signature ▶ _____ Date ▶ 12-20-2011

Practitioner PIN Method Returns Only - continue below

Part III Certification and Authentication - Practitioner PIN Method Only

ERO's EFIN/PIN. Enter your six-digit EFIN followed by your five-digit self-selected PIN. 561332-12345
do not enter all zeros

I certify that the above numeric entry is my PIN, which is my signature for the tax year 2011 electronically filed income tax return for the taxpayer(s) indicated above. I confirm that I am submitting this return in accordance with the requirements of the Practitioner PIN method and **Publication 1345**, Handbook for Authorized IRS e-file Providers of Individual Income Tax Returns.

ERO's signature ▶ _____ Date ▶ 12-20-2011

ERO Must Retain This Form - See Instructions
Do Not Submit This Form to the IRS Unless Requested To Do So

**Acknowledgement and General Information for
Taxpayers Who File Returns Electronically**

Thank you for participating in IRS e-file.

Taxpayer name MARTIN & LORI JONES

Taxpayer address (optional)

435 DAIRY MOUNTAIN ROAD
FRANKLIN, NC 28734

1. Your federal income tax return for 2011 was filed electronically with the PHILADELPHIA Submission Processing Center. The electronic filing services were provided by Drake Software.
2. Your return was accepted on _____ using a Personal Identification Number (PIN) as your electronic signature. You entered a PIN or authorized the Electronic Return Originator (ERO) to enter or generate a PIN for you. The Declaration Control Number (DCN) assigned to your return is _____.
3. Your return was accepted on _____. Please allow 4-6 weeks for the processing of your return. The Earned Income Credit or a dependent's exemption on your return may be reduced or disallowed due to a child's name and social security number mismatch.
4. Your electronic funds withdrawal payment was accepted.
5. Your electronic funds withdrawal payment was not accepted. You must pay the balance due by the prescribed due date. You may see your payment options in the "If You Owe Tax" section.
6. Your Form 4868, Application for Automatic Extension of Time to File U.S. Individual Income Tax Return, was accepted on _____. The Declaration Control Number (DCN) assigned to your extension is _____.

**PLEASE DO NOT SEND A PAPER COPY OF YOUR RETURN TO THE IRS.
IF YOU DO, IT WILL DELAY THE PROCESSING OF THE RETURN.**

If You Need to Make a Change to Your Return

If you need to make a change or correct the return you filed electronically, you should send a Form 1040X, Amended U.S. Individual Income Tax Return, to the IRS Submission Processing Center that processes paper returns for your area. The address is available at www.irs.gov, or you can call the IRS toll-free at 1-800-829-1040.

If You Need to Ask About Your Refund

The IRS notifies your Electronic Return Originator (ERO) when your return is accepted, usually within 48 hours. If your return was not accepted, the IRS notifies your ERO of the reasons for rejection. If it has been more than three weeks since the IRS accepted your return and you have not received your refund, go to www.irs.gov and click on "Where's My Refund?" to view your refund status. Exception: If box 3 above is checked, please allow 4 to 6 weeks for processing of your return. A notice will be sent to you advising of changes to your return.

Also, you can call the TeleTax line at 1-800-829-4477, for automated refund information. You should have available the first social security number shown on your return, your filing status, and the exact amount of the refund you expect. TeleTax gives you the date for mailing or depositing your refund. You should receive your refund check within 30 days of the date given by TeleTax, or within one week of that date, if you chose direct deposit. If you do not receive it by then, or if TeleTax does not give your refund information, call the Refund Hotline at 1-800-829-1954.

The IRS uses refunds to cover overdue taxes and notifies you when this occurs. The Financial Management Service (FMS) offsets refunds through the Treasury Offset Program (TOP) to cover past due child support, federal agency non-tax debts such as student loans and state income tax obligations. FMS sends you an offset notice if it applies your refund or part of your refund to non-tax debts. If you have questions about the offset, contact the agency identified in the notice. You may also call the Treasury Offset Program Call Center at 1-800-304-3107, if you have additional questions.

If You Owe Tax

If your return has a balance due, you must pay the amount you owe by the prescribed due date. If you paid by electronic funds withdrawal (direct debit) or by credit card, no voucher is needed. The credit card service providers will charge a convenience fee based on the amount of taxes you are paying. The fees and the type of credit or debit cards accepted may vary between providers. You will be told the amount of the fee during the transaction and you will be given the option to either continue or end the transaction. For information on paying your taxes electronically, including by credit or debit card, go to www.irs.gov/e-pay.

If you are not paying electronically, you may use the Form 1040-V, Payment Voucher, which you can obtain from your Electronic Return Originator. If the IRS does not receive your payment by the prescribed due date, you will receive a notice that requests full payment of the tax due, plus penalties and interest. If you can not pay the amount in full, complete Form 9465, Installment Agreement Request, which you may file electronically. To apply for an installment agreement online, go to www.irs.gov. You may also order Form 9465 by calling 1-800-TAX-FORM (1-800-829-3676). If approved, the IRS charges a user fee to set up an installment agreement.

If You Need to Inquire About Your Electronic Funds Withdrawal Payment

You may call 1-888-353-4537, to inquire about the status of an electronic funds withdrawal payment. If there is a change to the bank account information included on your return, you should call this number to cancel a scheduled payment. You should have available the social security number of the first person listed on the tax return, the payment amount, and the bank account number. Cancellation requests must be received no later than 8:00 p.m. Eastern time, two business days prior to the scheduled payment date.

Refund Anticipation Loans

A refund anticipation loan is money borrowed from a lender based on the refund you expect to receive. This loan is a contract between you and a lender. The IRS is not associated with this contract, nor does it grant or deny the loan. **If you have questions about a refund anticipation loan, contact your Electronic Return Originator or the lender.**

Instructions to Electronic Return Originators

Line 2 - PIN Presence Indicator - Check box 2 if the taxpayer entered a PIN or authorized the ERO to enter or generate the PIN for the taxpayer, and the Acknowledgement File PIN Presence Indicator is a 1, 2, or 3. Form 8879, IRS e-file Signature Authorization, is required if the ERO enters or generates the PIN or if the Practitioner PIN method is used.

Use Form 8453, U.S. Individual Income Tax Transmittal for an IRS e-file Return, to send required paper forms or supporting documentation listed next to the form check boxes (do not send Forms W-2, W-2G, or 1099-R).

Line 3 - Exception Processing - Check box 3 if the Acknowledgement File Acceptance Code equals "E." The acceptance code indicates that this return has been previously rejected and this subsequent submission still has invalid data.

Line 4 - Payment Acknowledgement Literal - Check box 4 if the taxpayer requested to use electronic funds withdrawal to pay the balance due, and the Acknowledgement File Payment Acknowledgement Literal field equals "PYMNT RQST RECD."

Line 5 - Payment Acknowledgement Literal - Check box 5 if the taxpayer requested to use electronic funds withdrawal to pay the balance due, and the Acknowledgement File Payment Acknowledgement Literal field does not equal "PYMNT RQST RECD." If box 5 is checked, inform the taxpayer that he/she must pay by check, money order, debit card, or credit card.

Note: EROs can use the Acknowledgement File information, translated by the transmitter, to complete Form 9325.

Keep for Your Records

Name(s) as shown on return

Your social security number

MARTIN JONES

400-00-3009

Use this worksheet if you answered "Yes" to Step 5, question 3, on page 47.

- Complete the parts below (Parts 1 through 3) that apply to you. Then, continue to Part 4.
- If you are married filing a joint return, include your spouse's amounts, if any, with yours to figure the amounts to enter in Parts 1 through 3.

<p>Part 1</p> <p>Self-Employed, Members of the Clergy, and People With Church Employee Income Filing Schedule SE</p>	<p>1a. Enter the amount from Schedule SE, Section A, line 3, or Section B, line 3, whichever applies.</p> <p>1b. Enter any amount from Schedule SE, Section B, line 4b, and line 5a.</p> <p>1c. Combine lines 1a and 1b.</p> <p>1d. Enter the amount from Schedule SE, Section A, line 6, or Section B, line 13, whichever applies.</p> <p>1e. Subtract line 1d from 1c.</p>	<table border="1"> <tr> <td style="width: 30px; text-align: center;">1a</td> <td style="width: 30px;"></td> <td style="width: 100px; text-align: right;">48,237</td> </tr> <tr> <td style="text-align: center;">+</td> <td style="text-align: center;">1b</td> <td></td> </tr> <tr> <td style="text-align: center;">=</td> <td style="text-align: center;">1c</td> <td style="text-align: right;">48,237</td> </tr> <tr> <td style="text-align: center;">-</td> <td style="text-align: center;">1d</td> <td style="text-align: right;">3,407</td> </tr> <tr> <td style="text-align: center;">=</td> <td style="text-align: center;">1e</td> <td style="text-align: right; border: 2px solid black;">44,830</td> </tr> </table>	1a		48,237	+	1b		=	1c	48,237	-	1d	3,407	=	1e	44,830
1a		48,237															
+	1b																
=	1c	48,237															
-	1d	3,407															
=	1e	44,830															
<p>Part 2</p> <p>Self-Employed NOT Required To File Schedule SE</p> <p>For example, your net earnings from self-employment were less than \$400.</p>	<p>2. Do not include on these lines any statutory employee income, any net profit from services performed as a notary public, any amount exempt from self-employment tax as the result of the filing and approval of Form 4029 or Form 4361, any income or loss from a qualified joint venture reporting only rental real estate income not subject to self-employment tax, or any other amounts exempt from self-employment tax.</p> <p>a. Enter any net farm profit or (loss) from Schedule F, line 36, and from farm partnerships, Schedule K-1 (Form 1065), box 14, code A*.</p> <p>b. Enter any net profit or (loss) from Schedule C, line 31; Schedule C-EZ, line 3; Schedule K-1 (Form 1065), box 14, code A (other than farming); and Schedule K-1 (Form 1065-B), box 9, code J1*.</p> <p>c. Combine lines 2a and 2b.</p>	<table border="1"> <tr> <td style="width: 30px; text-align: center;">2a</td> <td style="width: 30px;"></td> <td style="width: 100px;"></td> </tr> <tr> <td style="text-align: center;">+</td> <td style="text-align: center;">2b</td> <td></td> </tr> <tr> <td style="text-align: center;">=</td> <td style="text-align: center;">2c</td> <td style="border: 2px solid black;"></td> </tr> </table> <p>*If you have any Schedule K-1 amounts, complete the appropriate line(s) of Schedule SE, Section A. Reduce the Schedule K-1 amounts as described in the Partner's Instructions for Schedule K-1. Enter your name and social security number on Schedule SE and attach it to your return.</p>	2a			+	2b		=	2c							
2a																	
+	2b																
=	2c																
<p>Part 3</p> <p>Statutory Employees Filing Schedule C or C-EZ</p>	<p>3. Enter the amount from Schedule C, line 1, or Schedule C-EZ, line 1, that you are filing as a statutory employee.</p>	<table border="1"> <tr> <td style="width: 30px; text-align: center;">3</td> <td style="width: 30px;"></td> <td style="width: 100px; border: 2px solid black;"></td> </tr> </table>	3														
3																	
<p>Part 4</p> <p>All Filers Using Worksheet B</p>	<p>4. Combine lines 1e, 2c, and 3. This is your total self-employed income.</p>	<table border="1"> <tr> <td style="width: 30px; text-align: center;">4</td> <td style="width: 30px;"></td> <td style="width: 100px; text-align: right; border: 2px solid black;">44,830</td> </tr> </table>	4		44,830												
4		44,830															

Need more information or forms? See the instructions.

Keep for Your Records

Name(s) as shown on return

Your social security number

LORI JONES

400-00-2062

Use this worksheet if you answered "Yes" to Step 5, question 3, on page 47.

- Complete the parts below (Parts 1 through 3) that apply to you. Then, continue to Part 4.
- If you are married filing a joint return, include your spouse's amounts, if any, with yours to figure the amounts to enter in Parts 1 through 3.

<p>Part 1</p> <p>Self-Employed, Members of the Clergy, and People With Church Employee Income Filing Schedule SE</p>	<p>1a. Enter the amount from Schedule SE, Section A, line 3, or Section B, line 3, whichever applies.</p> <p>1b. Enter any amount from Schedule SE, Section B, line 4b, and line 5a.</p> <p>1c. Combine lines 1a and 1b.</p> <p>1d. Enter the amount from Schedule SE, Section A, line 6, or Section B, line 13, whichever applies.</p> <p>1e. Subtract line 1d from 1c.</p>	<table border="1"> <tr> <td style="width: 30px; text-align: center;">1a</td> <td style="width: 50px;"></td> <td style="width: 100px; text-align: right;">48,237</td> </tr> <tr> <td style="text-align: center;">+</td> <td style="text-align: center;">1b</td> <td></td> </tr> <tr> <td style="text-align: center;">=</td> <td style="text-align: center;">1c</td> <td style="text-align: right;">48,237</td> </tr> <tr> <td style="text-align: center;">-</td> <td style="text-align: center;">1d</td> <td style="text-align: right;">3,407</td> </tr> <tr> <td style="text-align: center;">=</td> <td style="text-align: center;">1e</td> <td style="text-align: right; border: 2px solid black;">44,830</td> </tr> </table>	1a		48,237	+	1b		=	1c	48,237	-	1d	3,407	=	1e	44,830
1a		48,237															
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-	1d	3,407															
=	1e	44,830															
<p>Part 2</p> <p>Self-Employed NOT Required To File Schedule SE</p> <p>For example, your net earnings from self-employment were less than \$400.</p>	<p>2. Do not include on these lines any statutory employee income, any net profit from services performed as a notary public, any amount exempt from self-employment tax as the result of the filing and approval of Form 4029 or Form 4361, any income or loss from a qualified joint venture reporting only rental real estate income not subject to self-employment tax, or any other amounts exempt from self-employment tax.</p> <p>a. Enter any net farm profit or (loss) from Schedule F, line 36, and from farm partnerships, Schedule K-1 (Form 1065), box 14, code A*.</p> <p>b. Enter any net profit or (loss) from Schedule C, line 31; Schedule C-EZ, line 3; Schedule K-1 (Form 1065), box 14, code A (other than farming); and Schedule K-1 (Form 1065-B), box 9, code J1*.</p> <p>c. Combine lines 2a and 2b.</p>	<table border="1"> <tr> <td style="width: 30px; text-align: center;">2a</td> <td style="width: 50px;"></td> <td style="width: 100px;"></td> </tr> <tr> <td style="text-align: center;">+</td> <td style="text-align: center;">2b</td> <td></td> </tr> <tr> <td style="text-align: center;">=</td> <td style="text-align: center;">2c</td> <td style="border: 2px solid black;"></td> </tr> </table> <p>*If you have any Schedule K-1 amounts, complete the appropriate line(s) of Schedule SE, Section A. Reduce the Schedule K-1 amounts as described in the Partner's Instructions for Schedule K-1. Enter your name and social security number on Schedule SE and attach it to your return.</p>	2a			+	2b		=	2c							
2a																	
+	2b																
=	2c																
<p>Part 3</p> <p>Statutory Employees Filing Schedule C or C-EZ</p>	<p>3. Enter the amount from Schedule C, line 1, or Schedule C-EZ, line 1, that you are filing as a statutory employee.</p>	<table border="1"> <tr> <td style="width: 30px; text-align: center;">3</td> <td style="width: 100px;"></td> </tr> </table>	3														
3																	
<p>Part 4</p> <p>All Filers Using Worksheet B</p>	<p>4. Combine lines 1e, 2c, and 3. This is your total self-employed income.</p>	<table border="1"> <tr> <td style="width: 30px; text-align: center;">4</td> <td style="width: 100px; text-align: right;">44,830</td> </tr> </table>	4	44,830													
4	44,830																

Need more information or forms? See the instructions.

Auto Expense Worksheet

2011

Name(s) as shown on return

Your social security number

MARTIN & LORI JONES

400-00-3009

Profession/Business

FARM - DAIRY FARMING

Description WORK TRUCK

Date placed in service 2000-04-12

Number of miles your vehicle was used for:

Total Business miles driven during the year	<u>10,000</u>
Total Commuting miles driven during the year	<u> </u>
Total Other miles driven during the year	<u> </u>
Total Miles driven during the year	<u>10,000</u>
 Business Use percentage	 <u>100.00</u>

Expenses:

	Total	Business Percentage	
Section 179			<u> </u>
Bonus Depreciation			<u> </u>
Depreciation			<u> </u>
Garage Rent			<u> </u>
Gas	<u>362</u>	<u>100.00</u>	<u>362</u>
Insurance	<u>600</u>	<u>100.00</u>	<u>600</u>
Licenses			<u> </u>
Oil	<u>75</u>	<u>100.00</u>	<u>75</u>
Parking Fees			<u> </u>
Rental Fees			<u> </u>
Interest			<u> </u>
Personal Property Tax			<u> </u>
Repairs	<u>725</u>	<u>100.00</u>	<u>725</u>
Tires	<u>250</u>	<u>100.00</u>	<u>250</u>
Tolls			<u> </u>
Other Expenses:			<u> </u>
<u> </u>			<u> </u>
<u> </u>			<u> </u>
<u> </u>			<u> </u>
Total Expenses			<u>2,012</u>

Standard Mileage Rate Calculation

Business miles driven before 07-01	<u>5,000</u>	X .51	<u>2,550</u>	
Business miles driven after 07-01	<u>5,000</u>	X .555	<u>2,775</u>	<u>5,325</u>
Parking fees				<u> </u>
Tolls				<u> </u>
Interest				<u> </u>
Personal Property Tax				<u> </u>
Total Standard Mile Rate deduction				<u>5,325</u>

How it is reported:

Depreciation deduction	<u> </u>
Auto Expense	<u>5,325</u>
Property Taxes Schedule A, Line 8	<u> </u>

Auto Expense Worksheet

2011

Name(s) as shown on return

Your social security number

MARTIN & LORI JONES

400-00-3009

Profession/Business

FARM - DAIRY FARMING

Description WORK TRUCK

Date placed in service 2000-04-12

Number of miles your vehicle was used for:

Total Business miles driven during the year	<u>10,000</u>
Total Commuting miles driven during the year	<u> </u>
Total Other miles driven during the year	<u> </u>
Total Miles driven during the year	<u>10,000</u>
 Business Use percentage	 <u>100.00</u>

Expenses:

	Total	Business Percentage	
Section 179			<u> </u>
Bonus Depreciation			<u> </u>
Depreciation			<u> </u>
Garage Rent			<u> </u>
Gas	<u>363</u>	<u>100.00</u>	<u>363</u>
Insurance	<u>600</u>	<u>100.00</u>	<u>600</u>
Licenses			<u> </u>
Oil	<u>75</u>	<u>100.00</u>	<u>75</u>
Parking Fees			<u> </u>
Rental Fees			<u> </u>
Interest			<u> </u>
Personal Property Tax			<u> </u>
Repairs	<u>725</u>	<u>100.00</u>	<u>725</u>
Tires	<u>250</u>	<u>100.00</u>	<u>250</u>
Tolls			<u> </u>
Other Expenses:			<u> </u>
<u> </u>			<u> </u>
<u> </u>			<u> </u>
<u> </u>			<u> </u>
Total Expenses			<u>2,013</u>

Standard Mileage Rate Calculation

Business miles driven before 07-01	<u>5,000</u>	X .51	<u>2,550</u>	
Business miles driven after 07-01	<u>5,000</u>	X .555	<u>2,775</u>	<u>5,325</u>
Parking fees				<u> </u>
Tolls				<u> </u>
Interest				<u> </u>
Personal Property Tax				<u> </u>
Total Standard Mile Rate deduction				<u>5,325</u>

How it is reported:

Depreciation deduction	<u> </u>
Auto Expense	<u>5,325</u>
Property Taxes Schedule A, Line 8	<u> </u>

Qualified Dividends and Capital Gain Tax Worksheet - Schedule J Line 16

(Keep for Your Records)

NAME	SSN
MARTIN & LORI JONES	400-00-3009

- | | | |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----|--------|
| 1. Enter the amount from Schedule J, line 15. | 1. | 74,726 |
| 2. Enter the amount from Form 1040, line 9b (Form 1040A, line 9b)* | 2. | _____ |
| 3. Are you filing Schedule D?* | | |
| <input checked="" type="checkbox"/> Yes. Enter the smaller of line 15 or 16 of Schedule D. If either line 15 or line 16 is a loss, enter -0- | 3. | 11,000 |
| <input type="checkbox"/> No. Enter the amount from Form 1040, line 13 (or Form 1040A, line 10) | | |
| 4. Add lines 2 and 3. | 4. | 11,000 |
| 5. If filing Form 4952 (used to figure investment interest expense deduction), enter any amount from line 4g of that form. Otherwise, enter -0- | 5. | _____ |
| 6. Subtract line 5 from line 4. If zero or less, enter -0- | 6. | 11,000 |
| 7. Subtract line 6 from line 1. If zero or less, enter -0- | 7. | 63,726 |
| 8. Enter: | | |
| \$34,000 if single or married filing separately,
\$68,000 if married filing jointly or qualifying widow(er),
\$45,550 if head of household. | 8. | 68,000 |
| 9. Enter the smaller of line 1 or line 8 | 9. | 68,000 |
| 10. Enter the smaller of line 7 or line 9 | 10. | 63,726 |
| 11. Subtract line 10 from line 9. This amount is taxed at 0% | 11. | 4,274 |
| 12. Enter the smaller of line 1 or line 6 | 12. | 11,000 |
| 13. Enter the amount from line 11 | 13. | 4,274 |
| 14. Subtract line 13 from line 12 | 14. | 6,726 |
| 15. Multiply line 14 by 15% (.15) | 15. | 1,009 |
| 16. Figure the tax on the amount on line 7. If the amount on line 7 is less than \$100,000, use the Tax Table to figure this tax. If the amount on line 1 is \$100,000 or more, use the Tax Computation Worksheet | 16. | 8,721 |
| 17. Add lines 15 and 16 | 17. | 9,730 |
| 18. Figure the tax on the amount on line 1. If the amount on line 1 is less than \$100,000, use the Tax Table to figure this tax. If the amount on line 1 is \$100,000 or more, use the Tax Computation Worksheet | 18. | 11,044 |
| 19. Tax on all taxable income. Enter the smaller of line 17 or line 18. Also include this amount on Schedule J, line 16. | 19. | 9,730 |

Child Tax Credit Worksheet

Keep for your records.

Name(s) as shown on return

Your social security number

MARTIN & LORI JONES

400-00-3009

CAUTION! To be a qualifying child for the child tax credit, the child must be **under age 17** at the end of 2011 and meet the other requirements listed in instructions.

Part 1

1. Number of qualifying children: 2 X \$1,000. Enter the result. 1 2,000

2. Enter the amount from Form 1040, line 38; Form 1040A, line 22; or Form 1040NR, line 37. 2 89,660

3. **1040 Filers.** Enter the total of any -

- Exclusion of income from Puerto Rico, and
- Amounts from Form 2555, lines 45 and 50; Form 2555-EZ, line 18; and Form 4563, line 15.

} 3 _____

1040A and 1040NR Filers. Enter -0-.

4. Add lines 2 and 3. Enter the total. 4 89,660

5. Enter the amount shown below for your filing status.

- Married filing jointly - \$110,000
- Single, head of household, or qualifying widow(er) - \$75,000
- Married filing separately - \$55,000

} 5 110,000

6. Is the amount on line 4 more than the amount on line 5?

No. Leave line 6 blank. Enter -0- on line 7.

Yes. Subtract line 5 from line 4. 6 _____

If the result is not a multiple of \$1,000, increase it to the next multiple of \$1,000. For example, increase \$425 to \$1,000, increase \$1,025 to \$2,000, etc.

7. Multiply the amount on line 6 by 5% (.05). Enter the result. 7 0

8. Is the amount on line 1 more than the amount on line 7?

No. STOP

You cannot take the child tax credit on Form 1040, line 51; Form 1040A, line 33; or Form 1040NR, line 48. You also cannot take the additional child tax credit on Form 1040, line 65; Form 1040A, line 39; or Form 1040NR, line 63. Complete the rest of your Form 1040, 1040A, or Form 1040NR.

Yes. Subtract line 7 from line 1. Enter the result. Go to Part 2. 8 2,000

Part 2

9. Enter the amount from Form 1040, line 46; Form 1040A, line 28; or Form 1040NR, line 44. 9 8,641

10. Add the following amounts from:

Form 1040	or	Form 1040A	or	Form 1040NR	+	
Line 47				Line 45		
Line 48		Line 29		Line 46		
Line 49		Line 31				
Line 50		Line 32		Line 47		
Form 5695 , line 14						
Form 8834 , line 23						
Form 8910 , line 22						
Form 8936 , line 15						
Schedule R , line 22						
Enter the total.						10 _____

11. Are you claiming any of the following credits?

- Mortgage interest credit, Form 8396.
- Residential energy efficient property credit, Form 5695, Part II.
- District of Columbia first-time homebuyer credit, Form 8859.

No. Enter the amount from line 10. 11 _____

Yes. Complete the Line 11 Worksheet on the next page to figure the amount to enter here.

12. Subtract line 11 from line 9. Enter the result. 12 8,641

13. Is the amount on line 8 of this worksheet more than the amount on line 12?

No. Enter the amount from line 8. 13 2,000

Yes. Enter the amount from line 12. See the **TIP** below. 13 2,000

TIP You may be able to take the **additional child tax credit** on Form 1040, line 65; Form 1040A, line 39; or Form 1040NR, line 63, only if you answered "Yes" on line 13.

- First, complete your Form 1040 through line 64a (also complete line 69), Form 1040A through line 38a, or Form 1040NR through line 62 (also, complete line 65).
- Then, use Form 8812 to figure any additional child tax credit.

Enter this amount on Form 1040, line 51; Form 1040A, line 33; or Form 1040NR, line 48.

Depreciation Detail Listing

FARM - DAIRY FARMING

For your records only

2011

PAGE 1

* Item was disposed
of during current year.

Name(s) as shown on return

Social security number/EIN

MARTIN & LORI JONES

400-00-3009

No.	Description	Date	Cost	Salvage	Business percentage	Section 179	Depreciation Basis	Life	Method	Rate	Current depr.	Accumulated Depreciation	Prior expense	Bonus depreciation	AMT Current
1	BAILER	20090123	31,500		100.00		16,000	7	150 DB HY	15.03	500	31,500		PY 15,500	500
3	TRACTOR 2	20090412	11,000		100.00		5,500	3	150 DB HY	25		11,000		PY 5,500	
5	MILKING MACHINE	20080123	9,000		100.00		9,000	7	150 DB HY	12.25	1,103	4,605			1,103
7	MANURE SPREADER	20070309	1,812		100.00		1,812	7	150 DB HY	12.25	222	1,020			222
9	TRACTOR 1	20061107	7,288		100.00		7,288	3		0		3,690			
11	GRAIN STRUCTURE UNIT	20020122	62,500		100.00		62,500	10	150 DB HY	8.74	5,463	32,801			5,463
Totals			123,100				102,100				7,288	84,616			7,288

Land Amount
Net Depreciable Cost

123,100

ST ADJ:

(6,984)

Depreciation Detail Listing

FARM - DAIRY FARMING

For your records only

2011

PAGE 1

* Item was disposed
of during current year.

Name(s) as shown on return

MARTIN & LORI JONES

Social security number/EIN

400-00-3009

No.	Description	Date	Cost	Salvage	Business percentage	Section 179	Depreciation Basis	Life	Method	Rate	Current depr.	Accumulated Depreciation	Prior expense	Bonus depreciation	AMT Current
2	BAILER	20090123	31,500		100.00		16,000	7	150 DB HY	15.03	500	31,500		PY 15,500	500
4	TRACTOR	20090412	11,000		100.00		5,500	3	150 DB HY	25		11,412		PY 5,500	
6	MILKING MACHINE	20080123	9,000		100.00		9,000	7	150 DB HY	12.25	1,103	4,605			1,103
8	MANURE SPREADER	20070309	1,812		100.00		1,812	7	150 DB HY	12.25	222	1,020			222
10	TRACTOR 1	20061107	7,288		100.00		7,288	3		0		3,690			
12	GRAIN STRUCTURE UNIT	20020122	62,500		100.00		62,500	10	150 DB HY	8.74	5,463	32,801			5,463
Totals			123,100				102,100				7,288	85,028			7,288

Land Amount
Net Depreciable Cost

123,100

ST ADJ:

(6,984)

Carryover Worksheet
List of items that will carryover to the 2012 tax return
 (Keep for your records)

2011

Name(s) as shown on return

Your social security number

MARTIN & LORI JONES

400-00-3009

Carryover Amount

Itemized Deductions

Contributions subject to 100% of AGI limitations	_____
Contributions subject to 50% of AGI limitations	_____
Contributions subject to 30% of AGI limitations (50% capital gains appreciated property)	_____
Contributions subject to 30% of AGI limitations	_____
Contributions subject to 20% of AGI limitations (30% capital gains appreciated property)	_____
Taxable state and local refunds to Form 1040, line 10	_____
State/local taxes paid in 2012 to flow to the Schedule A	_____
Preparer Fee to flow to the Schedule A	_____
State donations and contributions carryover	_____
State overpayment applied to next year	_____

Expenses

Office in home operating expenses	_____
Office in home excess casualty losses and depreciation	_____
Disallowed investment interest expense	_____
Section 179 expense	_____
Operating expenses, from Form WK_E, Sch E - Rental limitation on deductions when used for personal use	_____
Excess depreciation, from Form WK_E, Sch E - Rental limitation on deductions when used for personal use	_____

Losses

Short-term capital loss	_____
Long-term capital loss	_____
Net operating loss	_____
Nonrecaptured net section 1231 losses	_____

Credits

Mortgage interest credit	_____	Investment credit	_____
General business credit (should be carried back before being carried forward)	_____	Work opportunity credit	_____
Credit for prior year minimum tax	_____	Alcohol and cellulosic biofuel credit	_____
Foreign Tax credit	_____	Low-income housing credit	_____
District of Columbia first time home owner's credit	_____	Renewable electricity credit	_____
Employer SS and Medicare taxes paid on tips credit	_____	Small employer health ins. credit	_____
		Res. energy efficient property credit	_____

Other

Overpayment applied to next year's estimates	_____
Federal tax liability for 2210 calculation	18,491
State tax liability for state 2210 calculation	_____
IRA basis	_____

Taxpayer _____ Spouse _____

Passive Activity

_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

At Risk Limitations

_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

1040

**Individual
Diagnostic Summary**

2011

Name(s)

MARTIN & LORI JONES

Social Security #

400-00-3009

Demographics**Mailing Address:**

435 DAIRY MOUNTAIN ROAD
FRANKLIN, NC 28734

Daytime Phone: 828-555-1111

Evening Phone: 828-555-1111

Cell Phone:

Resident State: 0

Date of Birth: Taxpayer 11-11-1967 Spouse 06-28-1970

Dependent Information: (*If more than 5 dependents see last page of summary)

<u>Name</u>	<u>SSN</u>	<u>Relationship</u>	<u>Date of Birth</u>
MARK JONES	400-00-1957	SON	03-22-2000
RACHEL JONES	400-00-1931	DAUGHTER	08-23-1995

Diagnostics

Preparer: Preparer1

Invoice:

Date: 12-20-2011

Return Information

Form Type: 1040

<u>Item on Return</u>	<u>2011 Federal</u>	<u>2010 Federal (If available)</u>
Filing Status	2	2
Exemptions	4	4
Total Income	96,474	107,624
AGI	89,660	100,726
Deductions	11,600	11,400
Taxable Income	63,260	74,726
Tax (before credits)	8,641	9,730
Tax (after credits)	6,641	7,730
Tax Rate Percentage	15	25
EIC		
Overpayment	5,509	3,276
Refund	5,509	3,276
Refund Applied to ES		
Balance Due		

Form of Refund/Payment: The client will be receiving a check from the IRS

State/City Information (* If more than 4 states see last page of summary)T/S/JState/CityAGITaxable
IncomeTaxRefund/
(Balance Due)

TAX RETURN COMPARISON
2009 / 2010 / 2011

2011

Name(s) as shown on return
MARTIN & LORI JONES

Identifying number
400-00-3009

	2009	2010	2011	Difference 2010-2011
Filing Status		2	2	
Number of Exemptions		4	4	
Income				
Wages, salaries, tips, etc.				
Taxable interest and dividends				
Taxable state and local refunds				
Alimony.				
Business income (loss)				
Gains (losses)		10,000		(10,000)
Pensions and IRA distributions				
Rent and royalty income (loss)				
Part, S-corps, trusts income (loss).				
Farm income (loss).		97,624	96,474	(1,150)
Unemployment compensation.				
Total SS benefits received.				
Taxable SS benefits.				
Other income (loss).				
Total Income.		107,624	96,474	(11,150)
Adjusted Gross Income				
Half of self-employment tax		6,897	6,814	(83)
IRA deduction.				
Other adjustments		1		(1)
Total Adjusted Gross Income		100,726	89,660	(11,066)
Deductions				
Medical deductions				
State and local taxes				
Interest.				
Contributions				
Employee business expenses.				
Standard or other deductions		11,400	11,600	200
Total Itemized or Standard Ded		11,400	11,600	200
Exemption Amount		14,600	14,800	200
Tax and Credits				
Taxable Income		74,726	63,260	(11,466)
Tax.		9,730	8,641	(1,089)
Credits		2,000	2,000	
Self-employment tax		13,794	11,850	(1,944)
Other taxes.				
Total Tax.		21,524	18,491	(3,033)
Payments				
Withholdings				
Estimated tax payments.		24,000	24,000	
Earned income credit				
Other payments and credits.		800		(800)
Refund		3,276	5,509	2,233
Balance Due.				
Resident State		0		
Taxable income.				
Tax.				
Refund				
Balance Due.				
Marginal tax rate.		25.00	15.00	(10.00)
Effective tax rate.		13.00	13.66	0.66