

You Can't Afford Not to Be Your Own Boss

First Year Tax Refund

| Deduction | Total Expense | Home Office Deduction | Tax Benefit Rate | Tax Refund |
|-------------------|----------------------|------------------------------|-------------------------|-------------------|
| Mortgage interest | \$10,000 | \$1500 | 15.3 | \$229 |
| Property Taxes | \$1650 | \$247 | 15.3 | \$38 |
| Utilities | \$1600 | \$240 | 52.3 | \$124 |
| Home Insurance | \$500 | \$75 | 52.3 | \$39 |
| Roof Repair | \$900 | \$135 | 52.3 | \$70 |
| House Cleaner | \$1200 | \$180 | 52.3 | \$93 |
| Home Furniture | \$1700 | \$255 | 52.3 | \$132 |
| Office Supplies | \$2500 | \$2500 | 52.3 | \$1300 |
| Office Supplies | \$500 | \$500 | 52.3 | \$260 |
| Total | \$20,550 | \$5632 | | \$2285 |

| | |
|------------------------------------|-----------------|
| Tax Refund Home Office | \$2255 |
| Tax Refund Business Mileage | \$1134* |
| 1st Year | \$3389 |
| Five Years of Tax Refunds | \$16,945 |

1. Self-employment tax rate 15.3%
 2. Self-employment tax rate plus Federal 28% and State Tax 9.3% = 52.3%
- Tax Benefit of New Business Miles
(ex: 7000 miles x .31 = \$2170 x 52.3% = \$1134.91)

*Assumes you drive 7000 miles in business and use the IRS 31¢ per mile deduction.

Comments of:

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