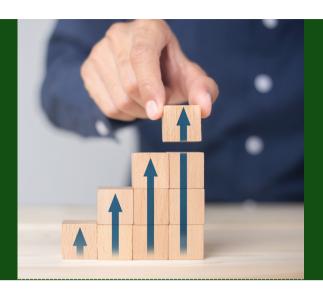
ESTIMATED INCOME TAXES



WHAT ARE THEY?

Estimated tax is the method used to pay tax on income that is not subject to withholding.

If you do not pay enough tax through withholding, you should make estimated tax payments.



WHO HAS TO PAY THEM?

- Sole proprietors, partnerships and S-Corp share holders that owe tax of \$1,000 or more on their tax return.
- Corporations that expect to owe tax of \$500 or more on their tax return.

WHEN ARE THEY PAID?

QUARTER	MONTHS INCLUDED	DUE DATE
Q1	January 1 to March 31	April 15
Q2	April 1 to May 31	June 15
Q3	June 1 to August 31	September 15
Q4	September 1 to December 31	January 15*
		*of the following year

If any of these dates fall on a weekend, the deadline is moved to the following Monday.



HOW TO PAY THEM

We recommend paying electronically via:



TAX PENALTIES

If you have not paid enough taxes during the year via withholdings and estimated tax payments, you may be charged a penalty.

AVOID PENALTIES BY:

- 1) Owing less than \$1,000 in tax after subtracting withholdings and credits.
- 2) The lesser of:
- A) 90% of the current year tax.
- B) 100% of the tax from the prior year tax return.

IF YOU HAVE INCOME FROM:

- · Earnings from self-employment
- Interest
- Dividends
- Rents
- Unemployment compensation
- Taxable portion of Social Security benefits
- Passthrough or Investment K-1s
- Or other sources of income not subject to withholding

You might require making estimated income tax payments.

