

# **Tax Information for Small Businesses**

## ***Construction Employment Taxes Instructor Guide***

### ***Introduction***

- This guide provides Reference Material
- Handout Package Information
- Examples (Problems & Answers)

### ***Reference Material***

- Publication 15 & 15A
- 2002 U S Master Tax Guide, Paragraph 2601-2663
- Examples & Exhibits based on 2002 wage bases & rates; Update to reflect current year information

### ***Hand-Out Package***

- Publication 15 & 15A
- The Small Business Resource Guide (PUB 3207)
- Publication 3700 and 3693
- EFTPS and E-File: Form 9779 and Pub 3989
- Current Year Forms: W2, W3, W4, W5, W9, SS4, SS8, 1096, 1099-MISC, 8109, 941 with schedule B, and 940EZ
- Copy of Slide 6 & 7 (info to complete Forms 941 & 940EZ)

### ***Sheetrock Inc Payroll Info***

Pay Date: 10/4

Gross Wages: \$30,025

Social Security Withheld (Employer must match): \$1,861.55

Medicare Withheld (Employer must match): \$435.36

Income Tax Withheld: \$5,980

AEIC Payment: \$45

Pay Date: 10/18

Gross Wages: \$29,826

Social Security Withheld (Employer must match): \$1,849.12

Medicare Withheld (Employer must match): \$432.48

Income Tax Withheld: \$5,726

AEIC Payment: \$36

Pay Date: 11/1  
Gross Wages: \$27,500  
Social Security Withheld (Employer must match): \$1,705.00  
Medicare Withheld (Employer must match): \$398.75  
Income Tax Withheld: \$5,335  
AEIC Payment: \$28

Pay Date: 11/15  
Gross Wages: \$28,845  
Social Security Withheld (Employer must match): \$1,788.39  
Medicare Withheld (Employer must match): \$5418.2  
Income Tax Withheld: \$5,576  
AEIC Payment: \$14

Pay Date: 11/29  
Gross Wages: \$26,214  
Social Security Withheld (Employer must match): \$1,625.27  
Medicare Withheld (Employer must match): \$380.10  
Income Tax Withheld: \$5,433  
AEIC Payment: \$20

Pay Date: 12/13  
Gross Wages: \$30,025  
Social Security Withheld (Employer must match): \$1,861.55  
Medicare Withheld (Employer must match): \$435.36  
Income Tax Withheld: \$5,980  
AEIC Payment: \$45

Pay Date: 12/27  
Gross Wages: \$30,025  
Social Security Withheld (Employer must match): \$1,861.55  
Medicare Withheld (Employer must match): \$435.36  
Income Tax Withheld: \$5,980  
AEIC Payment: \$45

Pay Date Totals  
Gross Wages: \$202,460  
Social Security Withheld (Employer must match): \$12,552.43  
Medicare Withheld (Employer must match): \$2,935.66  
Income Tax Withheld: \$40,010  
AEIC Payment: \$233

## **FUTA TAX INFO**

Employee: J Hammer  
1<sup>st</sup> Quarter: \$5,600

2<sup>nd</sup> Quarter: \$4,800  
3<sup>rd</sup> Quarter: \$5,600  
4<sup>th</sup> Quarter: \$4,800  
Total: \$20,800

Employee: T Saw  
1<sup>st</sup> Quarter: \$5,600  
2<sup>nd</sup> Quarter: \$4,800  
3<sup>rd</sup> Quarter: \$5,600  
4<sup>th</sup> Quarter: \$4,800  
Total: \$20,800

Employee: P Nails  
1<sup>st</sup> Quarter: \$3,675  
2<sup>nd</sup> Quarter: \$3,150  
3<sup>rd</sup> Quarter: \$3,675  
4<sup>th</sup> Quarter: \$3,150  
Total: \$3,650

Total: \$55,250  
Excess over \$700: \$-21,000  
Final Total: \$34,250

***Thank You!!!***