

**JOSEPH B. MIHALOV, CPA, P.C.**  
Certified Valuation Analyst

P.O. Box 1099  
Valparaiso, IN 46384

Office (219) 464-1011  
Fax (219) 462-1916  
[www.jbmihalov.com](http://www.jbmihalov.com)

**NEWSLETTER**  
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**HAPPY LABOR DAY**

We will be closed Monday September 6th to celebrate our Labor Day.

**EXTENDED CORPORATE AND PARTNERSHIP RETURNS**

Please bring in your information so we can file your extended return during the month of August. We appreciate not having to burn the midnight oil to get your return done on the 15th of September.

**SEPTEMBER 15TH**

Mark your calendars to pay your estimated taxes, Voucher No. 3, on or before September 15<sup>th</sup>.

**EXPIRATION OF THE BUSH TAX CUTS**

As many of you know, the 2001 and 2005 tax cuts passed during the Bush presidency will end on December 31, 2010. What impact will this expiry have on us? Well it all depends on your filing status, number and ages of your dependent children, the nature and amount of your income, and whether you itemize your deductions or take the standard deduction. Just as an example, in 2000 a married couple filing jointly with a *taxable income of \$43,850* paid \$6,577.50 in federal income taxes. In 2010 the same couple paid \$5,740. So for this couple going back to the pre-Bush tax rates will cost them **\$837.50**.

If the same couple as above had a *taxable income of \$373,650*, their 2000 tax would have been \$120,633.30. In 2010 their tax bill would be \$101,085.50. So the end of the Bush tax cut for this couple with taxable income of \$373,650 will cost them an additional **\$19,547.80**.

More about the effects the expiration of the Bush tax cuts will have on us in future editions of our *Newsletter*.

**THE 2010 HEALTH CARE ACT**

Starting with your 2010 income tax return, small businesses employing less than 10 or fewer full time employees, and paying annual average wages of \$25,000 or less, will be eligible for a health care tax credit. For example, if in 2010 an employer has the equivalent of 9 full-time employees with average annual wages of \$23,000 per worker, and pays \$72,000 in health care premiums for those employees, this employer would get a credit for 2010 equal to \$25,200 making this employer's health care cost \$46,800.

Future editions of our *Newsletter* will cover more small business tax incentives.

**IF YOU LIKE OUR SERVICE, TELL OTHERS. IF YOU DON'T, TELL US.**

2601 Chicago Street #A  
Valparaiso, Indiana 46383