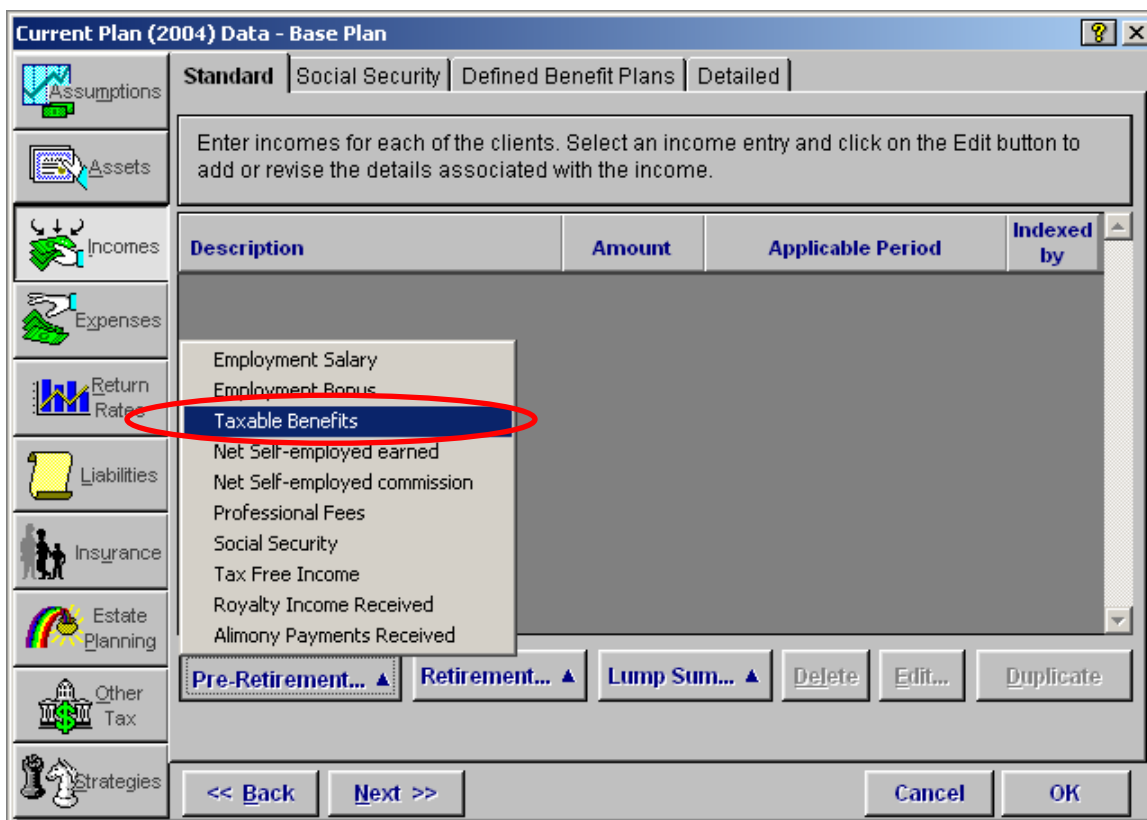


Why do taxable benefits records also appear as expenses?

To model miscellaneous incomes, go to the **Incomes** category – **Standard** tab. Click **Pre-Retirement**, and then select **Taxable Benefits** from the list. To model generic taxable income, go to the **Incomes** category – **Detailed** tab, and then scroll down the list to edit the *Other Taxable* numbers.

The effects of using the *Taxable Benefits* income record versus the *Other Taxable* income record

The Taxable Benefits income type creates a unique income record because it also creates an equivalent deductible expense record automatically. For this reason, the *Taxable Benefits* option is intended for modeling taxable employee benefits, such as the reimbursement of an employee's car expenses by an employer.



The *Taxable Benefit* income record creates both an employment-taxable income item as well as an employment-expense item for the same amount. These cash flow items can be viewed in both the inflow and outflow sections of cash flow reports.

Current Plan (2004) Data - Base Plan

Standard | Social Security | Defined Benefit Plans | **Detailed**

Source	John	Jane	Joey	Family
Tax Free Income	0	0	0	0
Royalty Income Received	0	0	0	0
Alimony Payments Received	0	0	0	0
Dependent Care Benefits	0	0	0	0
Child Support	0	0	0	0
Group Disability Insur. Proceeds	0	0	0	0
Long Term Care Insur. Benefits	0	0	0	0
Taxable Life Insurance	0	0	0	0
Tax-free Life Insurance	0	0	0	0
Other Taxable	0	0	0	0
Corporate Incomes	0	0	0	0
Retirement Incomes	0	0	0	0
Investments (Misc.)	0	0	0	0
Investments (Assets)	0	0	0	0
Liability Proceeds	0	0	0	0
Totals	0	0	0	0

Assumptions | Assets | Incomes | Expenses | Return Rates | Liabilities | Insurance | Estate Planning | Other Tax | Strategies

Buttons: Edit... | << Back | Next >> | Cancel | OK

The *Other Taxable* income record creates only one item in the plan's cash flow. In the cash flow reports, this income is recorded as *Other Taxable* under the subheading *Miscellaneous Incomes*.