

MINISTERIAL TAXES

HARV HERMAN, DSL



MY ADVICE

Accept the responsibility for your taxes

Place quarterly tax due dates on calendar

Find a mentor with ministerial credentials

Make sure a tax preparer has a background in ministerial taxes

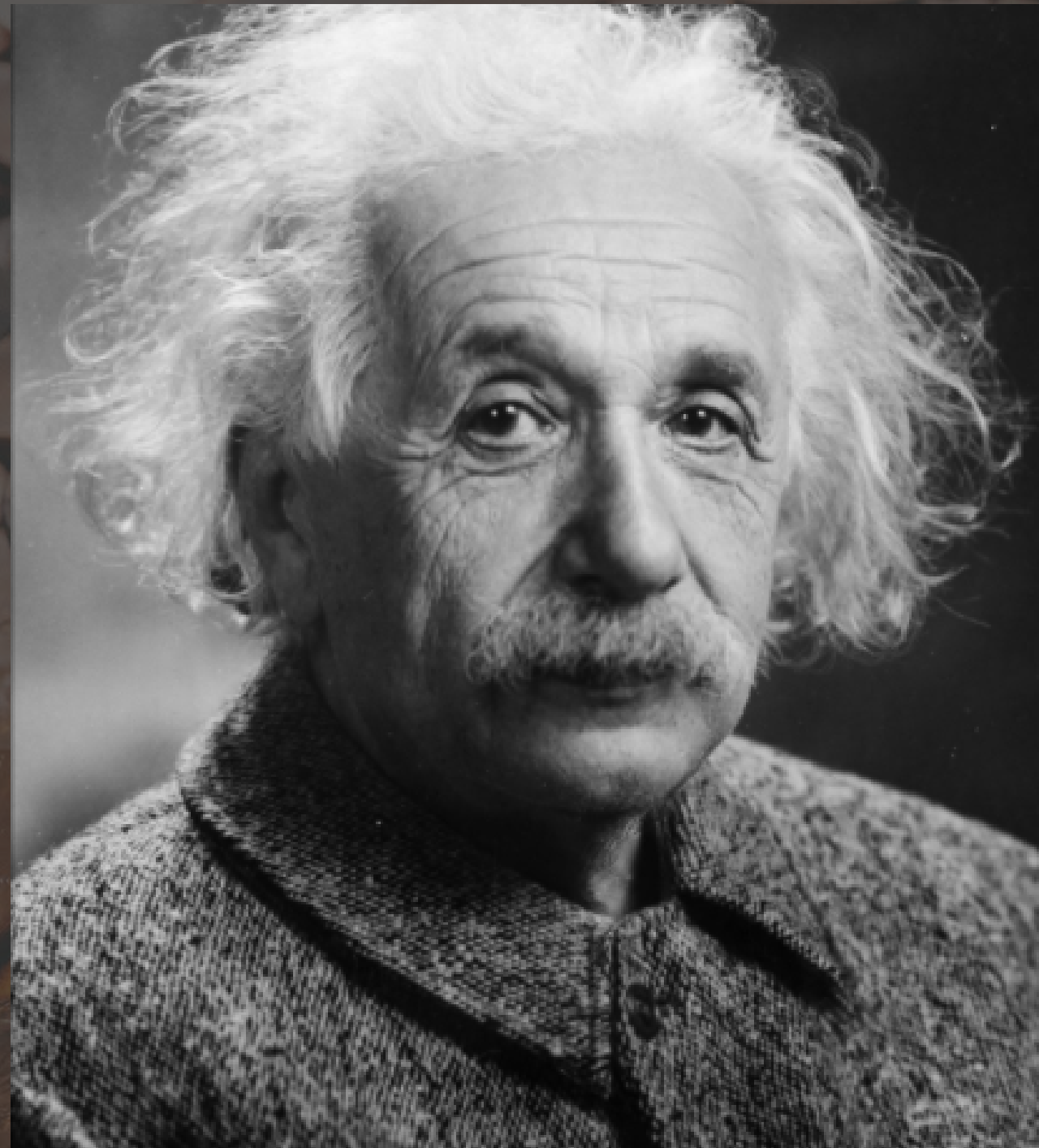
MY ADVICE

**Set aside a percentage of all monthly income
for quarterly tax payments**

Keep good records of expense receipts

**Pursue ministerial credentials ASAP (housing
allowance)**

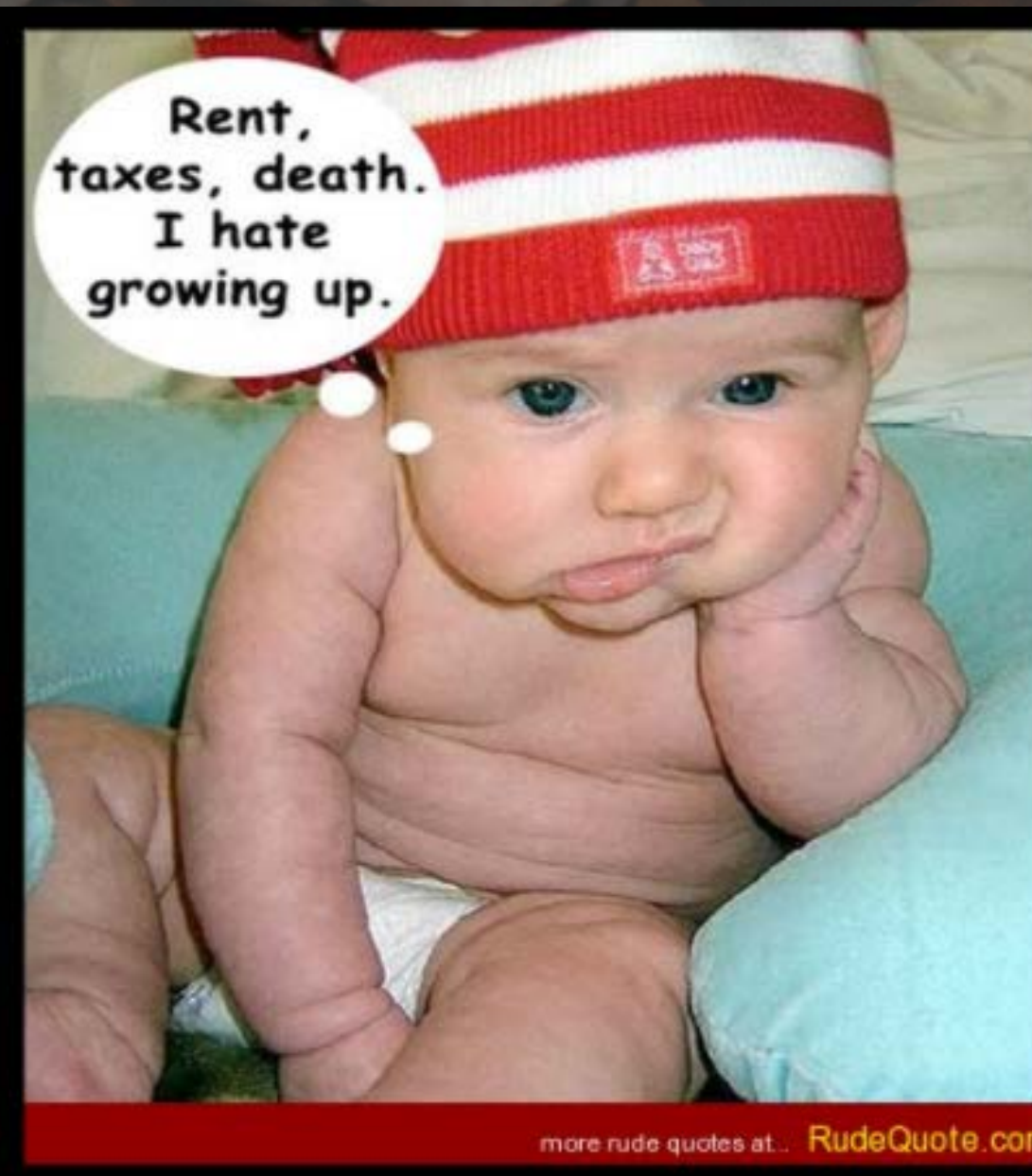
ALBERT EINSTEIN'S IQ = 160+



**“THE HARDEST THING
IN THE WORLD TO
UNDERSTAND IS THE
INCOME TAX.”**

THAT'S ALSO WHY YOU PAY TAXES—SO THAT AN ORDERLY WAY OF LIFE CAN BE MAINTAINED. FULFILL YOUR OBLIGATIONS AS A CITIZEN. PAY YOUR TAXES, PAY YOUR BILLS, RESPECT YOUR LEADERS.

Romans 13:6-7 MSG



EMPLOYED VS. SELF-EMPLOYED

employed

self-employed



TAXES, TAXES, TAXES

Federal Income Tax

Self-Employment Tax

State Income Tax*

Real Estate Tax*

Personal Property Tax*

*** check the tax laws of your state of residence**

FEDERAL INCOME TAX & SELF-EMPLOYMENT TAX



FEDERAL INCOME TAX

Tax Rate	Unmarried Individuals Taxable Income Over	Married Filing Jointly Taxable Income Over
10%	\$0	\$0
12%	\$9,525	\$19,050
22%	\$38,700	\$77,400
24%	\$82,500	\$165,000
32%	\$157,500	\$315,000
35%	\$200,000	\$400,000
37%	\$500,000	\$600,000

SELF-EMPLOYMENT TAX

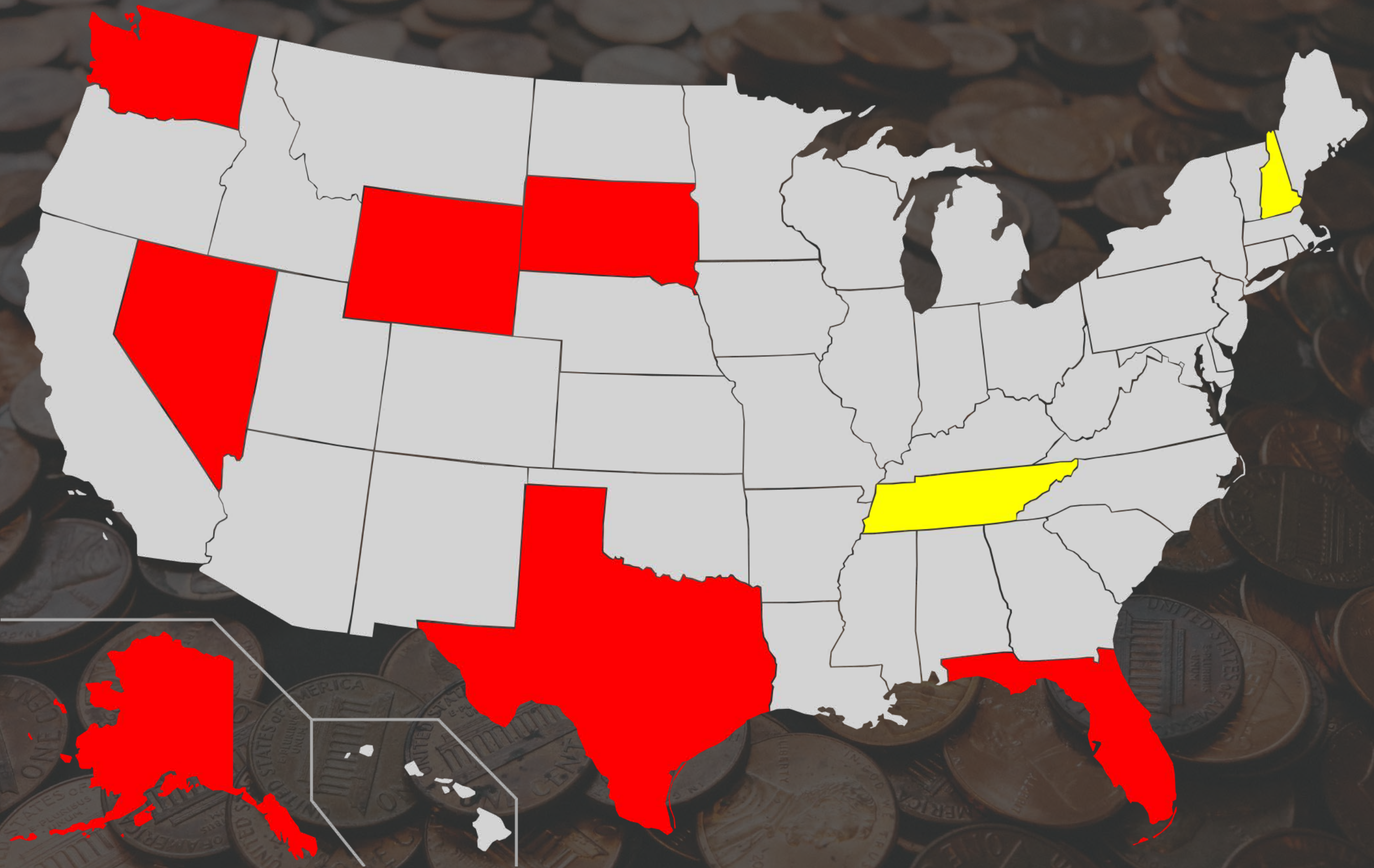
Money a self-employed person must pay to the federal government to fund Medicare and Social Security.

Self-employment tax is due when an individual has net earnings of \$400 or more in self-employment income over the course of the tax year.

The SE Tax Rate is 15.3%



STATES WITH NO INCOME TAX



MISSIONARY BUDGETS



PERSONAL ALLOWANCE

BENEFITS

WORK FUNDS

**NOTE: 1, 2, AND 3 ARE ALL
TAXABLE INCOME TO YOU**

W2 OR 1099 MISC

Address and ZIP code
Employer's state ID number

Form W-2 Wage and Tax Statement

Copy B—To Be Filed with Employee's FEDERAL Tax Return
This information is being furnished to the Internal Revenue Service

VOID CORRECTED

2013
From 1099-MISC
Federal income tax withheld

Miscellaneous Income

1 Payer's identification number	2 Recipient's identification number	3 Royalties	4 Federal income tax withheld
5 Other income	6 Financing cost proceeds	7 Employee compensation	8 Medical and health care payments
9 Payer made direct sale of amount to a buyer (attach tax code)	10 Crop insurance proceeds	11 Foreign tax paid	12 Income payments in lieu of dividends or interest
12a Section 501(c)(3) donee	13 Excess grain purchase payments	14 Gross proceeds paid to attorney	15 State tax withheld
16 State tax withheld	17 Payer's state ID number		

Internal Revenue Service Copy B
File with Form 1040-ES
For Payment of Estimated Tax

STANDARD DEDUCTIONS *or* ITEMIZED DEDUCTIONS



- YOU CAN EITHER CLAIM THE STANDARD DEDUCTION OR ITEMIZE YOUR DEDUCTIONS — WHICHEVER LOWERS YOUR TAX THE MOST.
- THE STANDARD DEDUCTION IS A FIXED DOLLAR AMOUNT THAT REDUCES THE INCOME YOU'RE TAXED ON.
- YOU ITEMIZE YOUR DEDUCTIONS ON A FORM 1040, SCHEDULE A.

STANDARD DEDUCTIONS

Filing Status	Standard Deduction Amount
Single	\$12,000
Married Filing Jointly	\$24,000
Head of Household	\$18,000

QUARTERLY ESTIMATE PAYMENTS FOR THE SELF-EMPLOYED

Tax Period	Due Date
January 1 – March 31	April 15
April 1 – May 31	June 15
June 1 – August 31	September 15
September 1 – December 31	January 15 (of following year)

FORM 1040-ES ESTIMATED TAX PAYMENT VOUCHER

**Current Quarter Ending:
Do Not Edit Tax Period**

DRAFT

0022010354327-8

QUARTER ENDING APR 17, 2018

Form **1040-ES**
Department of the Treasury
Internal Revenue Service

2018 Estimated Tax

Payment Voucher **3**

OMB No. 1545-0074

File only if you are making a payment of estimated tax by check or money order. Mail this voucher with your check or money order payable to "United States Treasury." Write your social security number and "2018 Form 1040-ES" on your check or money order. Do not send cash. Enclose, but do not staple or attach, your payment with this voucher.

Calendar year — Due **Sept. 17, 2018**

Amount of estimated tax you are paying

by check or money order.	Dollars	Cents
	1,100	00

Print or type	Your first name and initial CHRIS A.	Your last name ASH	Your social security number 000-00-6824
	If joint payment, complete for spouse		
	Spouse's first name and initial HELEN L.	Spouse's last name ASH	Spouse's social security number 000-00-5681
	Address (number, street, and apt. no.) P.O. BOX 13257		
	City, state, and ZIP code. (If a foreign address, enter city, also complete spaces below.) NEW ORLEANS, LA 70113		
	Foreign country name	Foreign province/county	Foreign postal code

RECEIVED
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AUSTIN, TX
IRS-AUSC

For Privacy Act and Paperwork Reduction Act Notice, see instructions.

Tear off here

HOUSING ALLOWANCE FOR CREDENTIALLED MINISTERS

MORTGAGE / RENT
REAL ESTATE TAXES

FURNISHINGS*

FURNITURE*

DECORATING*

CLEANING SUPPLIES

REPAIRS TO HOUSE / APT.

ELECTRICITY

GAS / OIL / HEAT

WATER

LAWN CARE

NEWSPAPER

PHONE LINE CHARGES

*** CURTAINS, DISHES, PAINT, WALLPAPER,
WALL HANGINGS, COUCH, RUGS,
APPLIANCES, ETC.

WHAT RECORDS SHOULD YOU KEEP?

PERSONAL ALLOWANCE INCOME
INTEREST ON SAVINGS ACCOUNT
OTHER FORMS OF INCOME
HEALTH INSURANCE PREMIUMS
MEDICAL/DENTAL EXPENSES
CHARITABLE CONTRIBUTIONS
TITHES AND OFFERINGS
PROFESSIONAL DEVELOPMENT
MATERIALS
OFFICE SUPPLIES
TRAVEL (TRAIN, PLANE, BUS)

CONFERENCE EXPENSES
PROMOTION POSTAGE AND PRINTING
BANK SERVICE CHARGES
AUTO EXPENSE
EDUCATIONAL EXPENSES
TAXES PAID (REAL ESTATE, PERSONAL
PROPERTY, STATE INCOME)
PHONE LINE CHARGES
OFFERINGS RECEIVED
ENTERTAINMENT MEALS