

2013 Income Tax Restructuring - - - - - Initial Conceptual Proposal

City of Seven Hills

Scenario 1	<u>Individual</u>	<u>Withholding</u>	<u>Net Profit</u>	<u>Total Additonal Tax Rec'd</u>
	\$	\$	\$	\$
Tax rate 2.25%	43,974	240,234	37,632	321,840
Tax credit 1.00%				
Credit limit 1.35%	(Owed .90%)			

Scenario 2	<u>Individual</u>	<u>Withholding</u>	<u>Net Profit</u>	<u>Total Additonal Tax Rec'd</u>
	\$	\$	\$	\$
Tax rate 2.25%	(62,282)	240,234	37,632	215,584
Tax credit 1.00%				
Credit limit 1.40%	(Owed .85%)			

Scenario 3	<u>Individual</u>	<u>Withholding</u>	<u>Net Profit</u>	<u>Total Additonal Tax Rec'd</u>
	\$	\$	\$	\$
Tax rate 2.50%	101,216	480,468	75,265	656,949
Tax credit 1.00%				
Credit limit 1.60%	(Owed .90%)			

Scenario 4	<u>Individual</u>	<u>Withholding</u>	<u>Net Profit</u>	<u>Total Additonal Tax Rec'd</u>
	\$	\$	\$	\$
Tax rate 2.50%	(99,133)	480,468	75,265	456,600
Tax credit 1.00%				
Credit limit 1.70%	(Owed .80%)			

Above scenarios were quantified by the Regional Income Tax Agency based on specific parameters that I requested.

Submitted by: Councilman Matt Trafis
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