IRS Taxes for Self-Employed Folks *A Friendly How-to and Q&A*

NW Editors Guild | May 10, 2021
Jenny Girl Friday

Hello!	Short intro	
	Today's goals	
	If you're confused/overwhelmed…	
	If you remember one thing > > >	
Warming Up	Burning questions, fears & myths	
	Good news	
	Reasons and rewards	
	Updates	

Big Picture	Your role	* Mark times where we will stop for Q&A
Self-manager	Common questions	
	Two types of tax	
	Overview – 5 Duties *	
5 Duties	File and pay taxes	
and 1 Perk	Schedule C and terms	
Technician	Deductions – Straightforward	
	Deductions – Nuanced*	
	How to prep for filing taxes*	
	Estimated quarterly tax payments	
	What, when, why	
	How to calculate and submit*	
	Use forms when required	
	1099s – Defined	
	1099s + W-9s	
	Perk! - Get and EIN*	
	Archiving / storage	
	Be a Business … vs Hobby*	

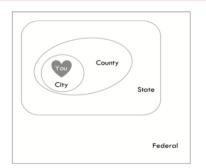|	
Putting it All Together	Back to the A, B, Cs
	Own your numbers
Self-manager role	Be a great self-manager
	Strategies and tips
	Resources*
Final Thoughts	You got this … custom take-away > > >

reference page

local responsibilities

All levels of governement have biz requirements
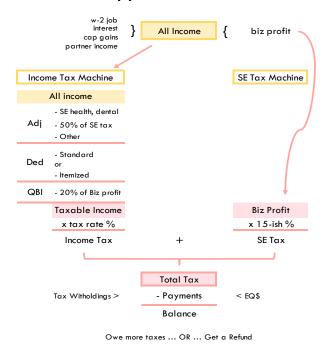Research your local requirements, put on calendar

IRS responsibilities

(file and pay taxes) (send EQ$) (use forms) (archive) (be a business)

IRS - two types of tax

w-2 job
interest
cap gains
partner income
} All Income {   biz profit

Income Tax Machine   SE Tax Machine

All income

Adj
- SE health, dental
- 50% of SE tax
- Other

Ded
- Standard
or
- Itemized

QBI   - 20% of Biz profit

Taxable Income   Biz Profit
x tax rate %   x 15-ish %
Income Tax   +   SE Tax

Total Tax
Tax Witholdings >   - Payments   < EQ$
Balance

Owe more taxes … OR … Get a Refund

IRS forms

Schedule C   1099-NEC   W-9
Schedule SE   1099-MISC
                  1099-K

IRS important dates

Dec-ish   Order 1099s
Jan 15   EQ$
Jan 31   1099s to IRS and Ind. Contractor/s
Apr 15   EQ$
Apr 15   File Taxes – annually
Jun 15   EQ$
Sep 15   EQ$

*Add city, county, state

get an EIN

Free on IRS.gov
Good for privacy, banking

tips and strategies

Mark important dates on calendar
Create work sessions, put on calendar
Do during the work week – make it like a holiday!
Banking is your best friend
    Use Biz Checking for all payments + expenses
    Set up a Tax Savings account
    Always transfer ____% into savings

Get yourself the correct tools, make it fun
Get a buddy
Do it your way
Choose - my method for bookkeeping:
    notebook, receipt piles, excel, QB, hire it out, other:
Choose - My method for Accounting:
    TurboTax, H&R Block, TaxAct, Accountant, other: