

Barrack Obama

2010 Tax Return

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<u>INCOME</u>	<u>Amount</u>	<u>Tax Rate</u>	<u>Tax</u>
Wages	\$395,188	35%	\$138,316
Pensions	\$0	35%	\$0
Tax Exempt Interest	\$0	0%	\$0
Interest	\$8,066	35%	\$2,823
Dividends- NonQual	\$7,838	35%	\$2,743
Dividends- Qual.	\$2,159	15%	\$324
State Tax Refunds	\$1,151	35%	\$403
Business Income	\$1,315,371	35%	\$460,380
Short Term Capital Gain	(\$3,000)	35%	(\$1,050)
Long Term Capital Gain	\$0	15%	\$0
Rental & Partnership Inc/(Loss)	\$1,323	35%	\$463
Total Income	\$1,728,096		\$604,402
DEDUCTIONS/CREDITS			
Charitable	(\$245,075)	35%	(\$85,776)
State Income Tax	(\$52,527)	35%	(\$18,384)
Home Interest	(\$49,945)	35%	(\$17,481)
Real Estate Taxes	(\$25,742)	35%	(\$9,010)
Interest Expenses	\$0	35%	\$0
Investment Expense	\$0	35%	\$0
Exemptions	(\$14,600)	35%	(\$5,110)
Alternative Minimum Tax	\$0	100%	\$0
Tax Credits & Other	-	100%	(\$51,907)
Total Deductions	(\$387,889)		(\$187,668)
Taxable Income	\$1,340,207	Total Tax	\$416,734
	Overall Tax Rate		<u>24.12%</u>

Observation & Analysis

1. The Obama return is the simplest of the group we analyzed with wages, interest, dividends and business income—very similar to many Americans.
2. The Obama's must have a fairly nice residence with \$25,742 of property taxes and he still has a decent sized home mortgage as his mortgage interest was \$49,945.
3. The Obama's are quite charitable with 14.2% of their income going to charities.
4. Obama's effective tax rate was 24.12% and in a pure 15% flat tax environment he would have cut his tax from \$417,000 to \$260,000.
5. It appears that the Obama's inherited some money in 2010 based on the details of this return.
6. The Obama's also appear to be playing by all the rules.

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