

ACCUWRITE BUSINESS GROUP, INC

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MEMO TO ALL CLIENTS

STATE OF FLORIDA OWNERS WAGE CHANGES

Hello, it seems there is a never ending stream of changes for doing business. Here is the most recent information regarding wages paid in the State of Florida. This information directly affects owners of small "S" Corporations.

Recently I was given the opportunity to find out what is on the horizon for payroll from the Florida Department of Revenue, therefore; here it is:

- You are the stockholder and work in the business; then you must pay yourself the minimum wage of \$ 7.25 per hour for 2,080 hours per year or \$ 15,080.00 yearly;
- It does not matter if you are not making a profit;
- You must actually write yourself a payroll check;
- If you do not do the above, the State of Florida will take all the draws you have taken for the year and turn them into taxable wages;
- All of this information is shared with the Internal Revenue Service; it can affect your corporation and personal taxes.

Now, with the above situation, it is time that we look at your corporation status and make some decisions for 2011. I recommend you call for an office meeting with me soon as possible.

Remember, do not shoot this messenger.

REGARDS,

Mary Ann

MARY ANN CARLSON, E.A.