

Southside SDA Church

The Faith & Finance Team Sponsors

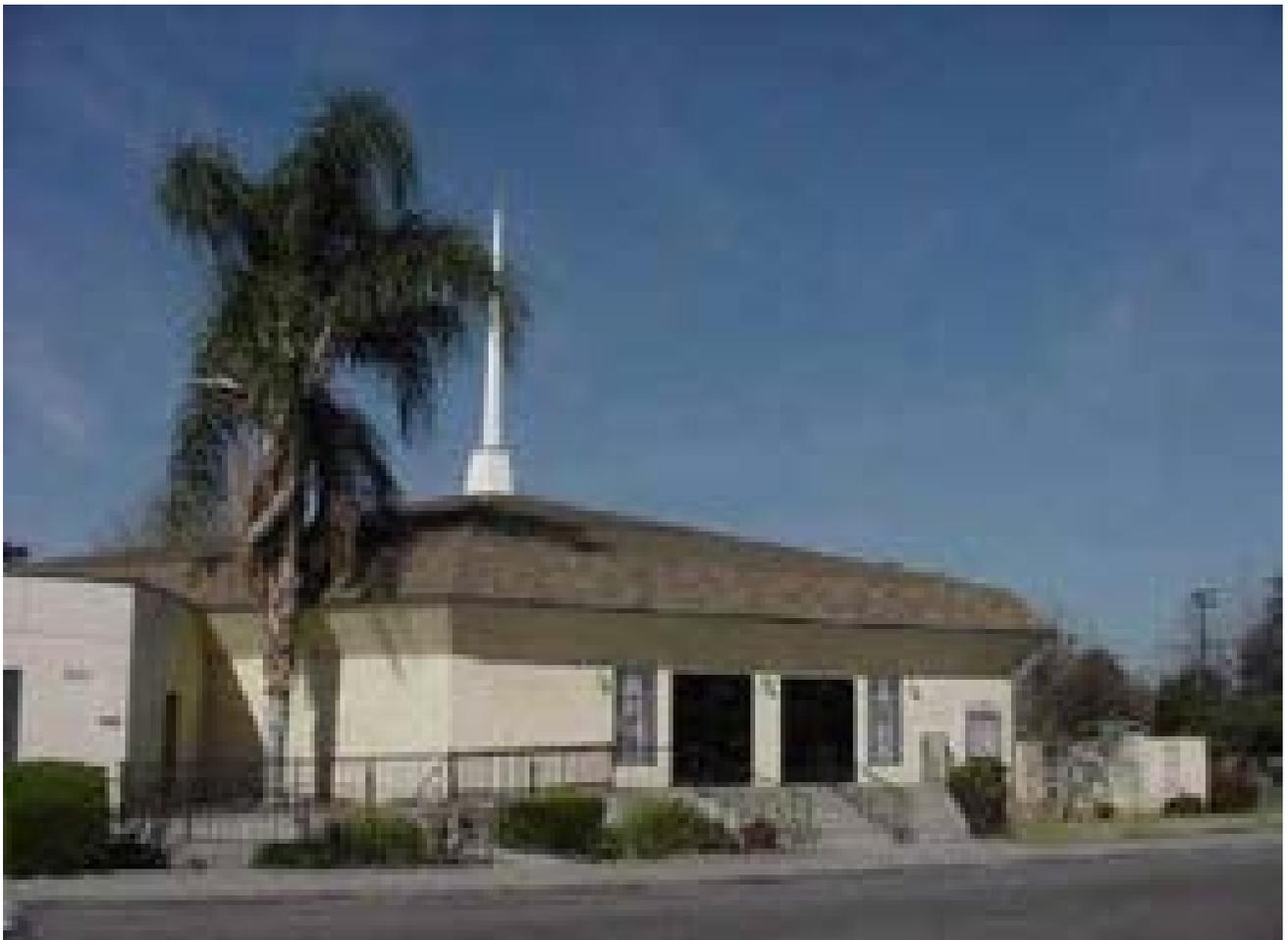
"A Faith & Finance Sabbath Workshop"

Saturday, May 21, 2016

Part One: 11:30 AM

Part Two: 3:00 PM

Learn how to become **"principled"** in the management of money and stewardship.
A lunch and refreshments will be served. All are welcomed to attend this event.



**Faith and Finances Seminar
Southside SDA Church
Part 1**



- **Date: May 21, 2016**
- **Presenter: Fred Ball**
- **Time: 11:30 am**

Faith and Finance Principles

The greatest secrets that I have ever learned about Faith and Finance, Money Mastery, or Stewardship are clearly taught to by Jesus in the parables.

In an extremely unique manner Jesus teaches that there are only four uses of our money or more precisely, four ways to allocate our INCOME.

Additionally Jesus teaches Seven Principles of Financial Wellness. By GOD's grace we will examine those money secrets and the Seven Principles of Financial Wellness.

Heaven wants you to win the **MONEY GAME** and GOD will assist you in winning the **MONEY GAME**.

Only Four Uses of Your Income

You can **SPEND** with it

You can **GIVE** with it

You can **LEND** with it

You can **OWN** with it.

Define **“Ownership”**

(To invest Seed into appreciating assets or into a business with an expectation to earn or harvest a gain.)

Do you see the Arrow (la flecha)?



Matthew 25:14-18 (ERV)

A Story of Three Servants

Law of POSSESSION & Law of ALLOCATION

14 "At that time God's kingdom will also be like a man leaving home to travel to another place for a visit. Before he left, he talked with his servants. He told his servants to take care of his things while he was gone. 15 He decided how much each servant would be able to care for. The man gave one servant five bags of money.[a] He gave another servant two bags. And he gave a third servant one bag. Then he left. 16 The servant who got five bags **went quickly to invest the money**. Those five bags of money earned five more. 17 It was the same with the servant who had two bags. **That servant invested the money** and earned two more. 18 But the servant who got one bag of money went away and **dug a hole in the ground**. Then he hid his master's money in the hole.

Footnotes: [a] Matthew 25:15 **bags of money** Literally, "**talanta**" or "**talents**." A talent was about 27 to 36 kg (60 to 80 pounds) of gold, silver, or copper coins.

Parable of the Talents

1. The **Master** would **GIVE** with the money
2. The **Two** and **Five** Talent Servants would **OWN** with the money (**they owned it as an investment or in an enterprise**).
3. The **One Talent Servant**:
Did he **GIVE** with his money? **NO**
Did he **SPEND** with this money? **NO**
Did he **OWN** with his money? **NO**

Matthew 25:19-23 (ERV)

Law of ACCOUNTABILITY (Audit & Investigation)

19 "After a long time the master came home. He asked the servants what they did with his money. 20 The servant who got five bags brought that amount and five more bags of money to the master. *The servant said, 'Master, you trusted me to care for five bags of money. So I used them to earn five more.'*

Law of COMPENSATION (Affirmation, Celebration, & Promotion)

21 "The master answered, *'You did right. You are a good servant who can be trusted. You did well with that small amount of money. So I will let you care for much greater things. Come and share my happiness with me.'*

22 "Then the servant who got two bags of money came to the master. The servant said, 'Master, you gave me two bags of money to care for. So I used your two bags to earn two more.'

23 "The master answered, 'You did right. You are a good servant who can be trusted. You did well with a small amount of money. So I will let you care for much greater things. Come and share my happiness with me.'

Parable of the Talents

The One-Talent would LEND with his money.

He lent it to the ground for zero interest. In effect he was losing money or purchasing with his master's money doing a period of Opportunity and Increase as inflation always occur doing periods of Opportunity.

The One-Talent Servant was fearful; he did not trust GOD, and the gift for him was more of a problem than a blessing.

Matthew 25:24-30(ERV)

Laws of ACCOUNTABILITY (Audit) & Law of MOTIVATION (Fear)

24 "Then the servant who got one bag of money came to the master. The servant said, 'Master, I knew you were a very hard man. You harvest what you did not plant. You gather crops where you did not put any seed. 25 *So I was afraid.* I went and hid your money in the ground. Here is the one bag of money you gave me.'

Law of UTILIZATION (Use)

26 "The master answered, *'You are a bad and lazy servant! You say you knew that I harvest what I did not plant and that I gather crops where I did not put any seed. 27 So you should have put my money in the bank. Then, when I came home, I would get my money back. And I would also get the interest that my money earned.'*

Law of APPLICATION (Lost)

28 "So the master told his other servants, 'Take the one bag of money from that servant and give it to the servant who has ten bags. 29 Everyone who uses what they have will get more. They will have much more than they need. But people who do not use what they have will have everything taken away from them.' 30 *Then the master said, 'Throw that useless servant outside into the darkness, where people will cry and grind their teeth with pain.'*

The Prodigal Son Luke 15

What does Prodigal Mean?

Two sons which was a "*Prodigal Son*" and why?

Luke 15:31

Luke 15:31 (New Living Translation)

His father said to him, "Look, dear son, you have always stayed by me, *and everything I have is yours.*"

=====
".. *He* called them to give an *account* of how they had used *his* money."

Managing Money Properly

In the Kingdom of Heaven we must learn how to manage money properly. We must follow a **PLAN** and give our money a "**JOB**."

1. We first *Give* with some of it.
2. We then *Own* with some of it.
3. We may *Lend* with some of it.
4. We can *Spend* with some of it.

Now your *spending* will be both wise and economical by necessity.

Managing Your Prosperity

Your Income & Your SEED



SPENDING
GIVING
OWNING
(Ownership)
LENDING

You must properly and prayerfully allocate your **INCOME** among your four **Portfolios of SPENDING, GIVING, OWNING, and LENDING.**

Faith and Finance Workshop

BEFORE SEMINAR



a00764 www.fotosearch.com ©

AFTER SEMINAR



The Battle of Kingdoms

World	Heaven																								
<div style="background-color: #003366; color: white; padding: 10px; text-align: center;">Spending</div> <div style="background-color: red; color: white; padding: 2px; text-align: center; font-weight: bold;">Debt</div>	<div style="background-color: #9933cc; color: white; padding: 5px; text-align: center;">Giving</div> <div style="background-color: #ff9933; color: white; padding: 5px; text-align: center;">Owning</div> <div style="background-color: #003366; color: white; padding: 10px; text-align: center;">Spending</div>																								
<table style="font-size: small;"> <tr><td>Giving</td><td>6%</td></tr> <tr><td>Owning</td><td>3%</td></tr> <tr><td>Lending</td><td>1%</td></tr> <tr><td>Spending</td><td>95%</td></tr> <tr><td>Debt</td><td>- 5%</td></tr> <tr><td>Total</td><td>105%</td></tr> </table>	Giving	6%	Owning	3%	Lending	1%	Spending	95%	Debt	- 5%	Total	105%	<table style="font-size: small;"> <tr><td>Giving</td><td>15%</td></tr> <tr><td>Owning</td><td>15%</td></tr> <tr><td>Lending</td><td>2%</td></tr> <tr><td>Spending</td><td>58%</td></tr> <tr><td>Debt</td><td>0%</td></tr> <tr><td>Total</td><td>100%</td></tr> </table>	Giving	15%	Owning	15%	Lending	2%	Spending	58%	Debt	0%	Total	100%
Giving	6%																								
Owning	3%																								
Lending	1%																								
Spending	95%																								
Debt	- 5%																								
Total	105%																								
Giving	15%																								
Owning	15%																								
Lending	2%																								
Spending	58%																								
Debt	0%																								
Total	100%																								

7 Principles of Financial Wellness

THE LAW OF POSSESSION: Everything that I have belongs to GOD. We live in ever increasing and growing Abundance.

THE LAW OF ALLOCATION: God has loaned me Money, Gifts, Talents, and Resources that I can uniquely handle.

THE LAW OF ACCOUNTABILITY: One day GOD will audit me.

THE LAW OF UTILIZATION: I must wisely use GOD's money and all the gifts that He has given to me on loan.

THE LAW OF MOTIVATION: I must move against and in the direction of my **FEARS** and **bad ATTITUDES**.

THE LAW OF APPLICATION: If I don't use it then I will lose it.

THE LAW OF COMPENSATION: God will reward me for my faithfulness for good money management. If this life I will hear words of Affirmation, Celebration, and Promotion.

Kingdom of Heaven v.s. **FEAR**

Hebrews 13:6 So we may boldly say: "**The LORD is my helper; I will not fear. What can man do to me?**"

2 Timothy 1:7 For **God has not given us a spirit of fear, but of power and of love and of a sound mind.**

God's Harvest & Human Efforts

There are three ingredients operating in the Kingdom of Heaven.

They are:

**God's Blessing,
Human Efforts, and
Time**

It is always God who gives the harvest; there are no "Green Thumbs" in the Kingdom of Heaven.

Definition “Rich”

Definition: You are “**RICH**” if you have relative good health and "potential" earning power or a steady income.

The **Faith and Finance Workshop** is geared towards those who are now **rich**. I want to prepare you for **WEALTH** and for the **abundance** that **GOD** has planned in your future.

We want to show you how to win the **MONEY GAME**.

Conclusion & Close

Matthew 11:28-30 (The Message)

-Are you tired?

-Worn out?

-Burned out on religion?

-Are you poor and always broke? (not scripture)

THEN Jesus says,

Come to me. Get away with me and you'll recover your life. I'll show you how to take a real rest. Walk with me and work with me—watch how I do it.

Learn the unforced rhythms of grace. I won't lay anything heavy or ill-fitting on you. Keep company with me (*in the Kingdom of Heaven*) and you'll learn to live freely and lightly (*on your journey in the Rich to Wealth PLAN*).

Part 1 – Lessons in Life Mastery
Southside SDA Church Faith and Finance Workshop
May 21, 2016

Name: _____

Date: _____

Matthew 25:14-30 Easy-to-Read Version (ERV) A Story About Three Servants

14 “At that time God’s kingdom will also be like a man leaving home to travel to another place for a visit. Before he left, he talked with his servants. He told his servants to take care of his things while he was gone. 15 He decided how much each servant would be able to care for. The man gave one servant five bags of money. He gave another servant two bags. And he gave a third servant one bag. Then he left. 16 The servant who got five bags went quickly to invest the money. Those five bags of money earned five more. 17 It was the same with the servant who had two bags. That servant invested the money and earned two more. 18 But the servant who got one bag of money went away and dug a hole in the ground. Then he hid his master’s money in the hole.

19 “After a long time the master came home. He asked the servants what they did with his money. 20 The servant who got **five bags** brought that amount and five more bags of money to the master. The servant said, **‘Master, you trusted me to care for five bags of money. So I used them to earn five more.’** 21 “The master answered, ‘You did right. You are a good servant who can be trusted. You did well with that small amount of money. So I will let you care for much greater things. Come and share my happiness with me.’

22 “Then the servant who got **two bags** of money came to the master. The servant said, ‘Master, you gave me two bags of money to care for. So I used your two bags to earn two more.’ 23 “The master answered, **‘You did right. You are a good servant who can be trusted. You did well with a small amount of money. So I will let you care for much greater things. Come and share my happiness with me.’**

24 “Then the servant who got **one bag** of money came to the master. The servant said, ‘Master, I knew you were a very hard man. You harvest what you did not plant. You gather crops where you did not put any seed. 25 So I was afraid. I went and hid your money in the ground. Here is the one bag of money you gave me.’ 26 “The master answered, **‘You are a bad and lazy servant! You say you knew that I harvest what I did not plant and that I gather crops where I did not put any seed. 27 So you should have put my money in the bank. Then, when I came home, I would get my money back. And I would also get the interest that my money earned.’**

28 “So the master told his other servants, ‘Take the one bag of money from that servant and give it to the servant who has ten bags. 29 Everyone who uses what they have will get more. They will have much more than they need. But people who do not use what they have will have everything taken away from them.’ 30 Then the master said, **‘Throw that useless servant outside into the darkness, where people will cry and grind their teeth with pain.’**

Let’s identify the keys to understanding the Story of the Three Servants. They are: Jesus Christ, you and I, and the primary lesson. We will also identify some secondary lessons in this parable.

Jesus Christ: ___ **He is the good Master who GIVES** _____

You and I: _____

A Personal Lesson: _____

1. Write down the **three most important things that you value today**. What are the three things that matter most to you? Please quickly complete the list of three items below:

1) _____

2) _____

3) _____

2. In fact we all live in a **house** that is made up of **our thoughts, our values, and our beliefs**. Your life's destiny is to a large degree determined by these: **your thoughts, your values, and your beliefs**. Your thoughts, your values, and your beliefs shape your desires, your decisions, and your actions.

3. Returning the parable of the Talents, the **"talents"** represent all _____ and _____ endowments, whether original or acquired, whether natural or spiritual.

4. In the book, Christ's Object Lessons, E G White list the following items as talents or SEEDS:

- **Gifts of the Holy Spirit**
- **Mental Faculties**
- **Speech**
- **Influence**
- **Time ("Of no talent will He require a more strict account of than TIME")**
- **Health** (by neglecting physical exercise, by over working mind or body, we unbalance the nervous system. Those who thus shorten their lives and unfit themselves for service by disregarding nature's laws, are guilty of robbery toward God.)
- **Strength**
- **Money** (He who realizes that his money is a talent from God will use it economically, and will feel it a duty to save that he may give.)
- **Kindly Impulses and Affections**
- **Education and Training**

DOUBLE THE VALUE OF YOUR TALENTS

5. For the two servants who doubled their talents, how long does it take for someone to double a talent in monetary terms. Let's say that the talent represented **\$1,000**, how long would it have taken each servant to double the talents, assuming that is that all equally earned the same average annual rate of return of **7.2%**?

Answer: _____ **The RULE of 72**

6. For the servant that was given only **one talent** what were his thoughts, values and beliefs, particularly about the master, Jesus Christ? Were his thoughts and beliefs true? **Yes** or **No**

7. According the **Bible Commentary** a single talent represented the equivalent of **18 years** of a man's wages. So let's see how hard and how tight that is the master. In today's dollars this is:

Annual Wage	One-Talent	Two-Talents	Five-Talents
\$ 30,000	\$ 540,000	\$ 1,080,000	\$ 2,700,000
\$ 50,000	\$ 900,000	\$ 1,800,000	\$ 4,500,000
\$ 75,000	\$ 1,350,000	\$ 2,700,000	\$ 6,750,000
\$100,000	\$ 1,800,000	\$ 3,600,000	\$ 9,000,000

You know what your annual wages are, you know what gifts and abilities that God has entrusted you, and you know if you are living up to your own potential as a servant of Jesus Christ. God has given us all a **life-time** worth of talents, gifts and abilities so that we be can successful and achieve in all areas of life. **Isaiah 53: 4.** Surely He has borne our griefs and carried our sorrows; Yet we esteemed Him stricken, Smitten by God, and afflicted. 5. But He was wounded for our transgressions, He was bruised for our iniquities; the chastisement for our peace was upon Him, **and by His stripes we are healed.** We have been healed in all aspects of our lives; **SPIRITUALLY, RELATIONSHIPS, HEALTH, AND FINANCES.**

8. As sincere, as satisfied and as justified as the "one-talent" servant was, **he was wrong, dead wrong in terms of his beliefs about God and the true quality of his life.** You see most unsuccessful people feel that because they are satisfied with their lives and with their wrong beliefs that that makes them and things all right. They reason that God understands and He does, but He also expects a return on those talents. Where do you see yourself in the parable of the **Talents**?

Which best represents you: _____ **ONE-TALENT** _____ **TWO-TALENT** _____ **THREE-TALENT**

9. What is the meaning of verses 23 and 30 in the Parable of the Talent? **23: Well done, good and faithful servant; you have been faithful over a few things, I will make you ruler over many things. Enter into the**

joy of your lord ... and ... 30: And cast the unprofitable servant into the outer darkness. There will be weeping and gnashing of teeth. Remember who Jesus Christ is and what He has done for us! Check your own thoughts, your own values, and your own beliefs before you answer.

Everyday God sets before us a choice. He constantly tells us to choose between either **LIFE** or **DEATH**. This is a choice for the privileges of this life as well as the immortal state. The choice is always ours. God loves us regardless of our choice. In this life, on this side of eternity, **Life** is simply a life of success and over achievement and **Death** is simply a downward life of failure, mediocrity, and under achievement. We all live in our own houses; our house is made of our **Thoughts**, of our **Values**, and of our **Beliefs**. Now let's see if can answer 10 below:

10. A powerful statement from E G White in the book Counsels on Health: **FIX FOR USE**

Every **man/woman** has, to a great extent, the opportunity of making himself whatever he chooses to be. The blessings of this life, and also of the immortal state, are within his reach. He may build up a character of solid worth, **gaining new strength at every step**. He may advance daily in knowledge and wisdom, **conscious of new delights as he progresses**, adding virtue to virtue, grace to grace. **His faculties will improve by use**; the more wisdom he gains, **the greater will be his capacity for acquiring. His intelligence, knowledge, and virtue will thus develop into greater strength and more perfect symmetry.** {CH 107.3}

ONLY FOUR USES OF MONEY

11. From this and other of Jesus' parables we learn an extremely value and thoughtful lesson that there are only four uses of your money or your income. They are:

SPEND with it,
GIVE with it,
LEND with it, or
OWN with it.

What did they do with their money? The Master: **GAVE with it**, The Five and the Two-Talent Servants: **OWNED with it**, The One-Talent Servant: _____; t

BIBICAL FOUNDATION OF MONEY MASTERY

12. Careful study of the Parables of the Talents will reveal the following biblical foundation of the Faith and Finance Workshop. This profound parable can be reduced to the following principles:

THE LAW OF POSSESSION: Everything that I have belongs to GOD

THE LAW OF ALLOCATION: God has loaned me Money, Gifts, Talents, and Resources

THE LAW OF ACCOUNTABILITY: One day GOD will audit me.

THE LAW OF UTILIZATION: I must wisely use GOD's money and all the gifts that He has given to me on loan.

THE LAW OF MOTIVATION: I must move against and in the direction of my **FEARS**.

THE LAW OF APPLICATION: If I don't use it then I will lose it.

THE LAW OF COMPENSATION: God will reward me for my faithfulness for good money management.

In order to be faithful steward relative to money and wealth management we must all learn the most effective methods for managing each of the four uses of money, keeping in mind the above principles. Therefore, the Faith and Financial Workshop is instruction on how we are to manage our **Portfolio of SPENDING**, our **Portfolio of GIVING**, our **Portfolio of LENDING**, and lastly our **Portfolio of OWNING or OWNERSHIP**.

Your wealth will come from, and it will accumulate from your **Portfolio of OWNERSHIP**. To sow **SEED** is nature, but a **HARVEST** is always a miracle or always a blessing from **GOD**.

ANYTHING But NOT EVERYTHING

In the book of Proverbs the King Solomon wants us to recognize that there are many things that are much better and much more profitable for us than is money. The following is a list of some of the things the Wise Teacher would rather see us pursue, work toward, and dedicate ourselves to in lieu of money. Please keep in mind that Solomon was the only person who made a good attempt to want and to have **EVERYTHING**. However, things did not that work out that well for King Solomon along this journey of accumulation of **EVERYTHING**.

Question: Is there anything better than Money?

This is a powerful question. I generally always tell people that money is not everything in life, but in my book, "**money**" is right up there with oxygen. Understanding the mastery and proper management of money and the making of money is my passion. If someone tells me that "**money**" is not that important to them and they only work out of the joy of work, then I don't generally worry too much about them, because they will probably lie about other things as well. Money is the only thing that I know of that you don't have to teach people to love.

Isn't the love of money the root of all evil? Yes it is; but it **an unnatural and unbalanced love for money** is the root of all evil. A love for money that is deep that you will literacy do anything for obtain more money. However have you ever wondered to yourself what an "agape" love for money would mean? Is it even possible to have an agape love for money and the agape good that money can do for the good.

I generally use the following definition of what is wealth, for me wealth is relative and it means different things to different people.

What is Wealth

When the wage earner falls ill, when the crop fails, when the business market declines, when the tenant leaves in the middle of the night, **wealth** ensures that the medical bills are paid, food is on the table, children are educated, babies are cared for, homes are heated and **wealth** can pass to the younger generation.

Wealth leads to more stable marriages, healthier children and adults, and better informed citizens.

Source: Race and wealth disparities by Beverly Moran

I also recently found another good and brief definition of wealth. It is: "**Wealth is the ability to fully experience life**" by Henry David Thoreau. Our primary mission in life is to more perfectly reflect to the world the image of **GOD**. Wealth and money allows you to fully amplify that reflection of the image of **GOD**. Wealth allows you more fully express who it is that you really are. Lack of money and wealth may make it more difficult, if at times almost impossible, to reflect who I really am.

In a personal finances and practice "**wealth**" is the ability to maintain a "**rich**" and a "**rewarding**" lifestyle when you either no longer can work or when choose not to work. Wealth insures that all needed and desired or joyful spending continues even when you no longer choose to work.

Happiness in later life **isn't a direct function of how much money you have**. This is no surprise to the smartest people I know. To a large extent, your happiness depends on **your attitudes, your behavior** and **your choices**. This is equally true before you retire, but sometimes it becomes more obvious after you stop working. I find the smart people have learned that they can have **ANYTHING** they want, but not **EVERYTHING** they want, and they have learned to make the choices for the **ANYTHING** that work best for themselves and they are happy, complete, and fully satisfied with their lives and he have need for **NOTHING**.

There are many things are better than Money

Wisdom is better than money

Proverbs 3:13-14 (NIV) Blessed is the man who finds wisdom, the man who gains understanding, for she is more profitable than silver and yields better returns than gold.

The fear of the Lord is better than money

Proverbs 15:16 (NIV) Better a little with the fear of the Lord than great wealth with turmoil.

Family love is better than money

Proverbs 15:17 (NIV) Better a meal of vegetables where there is love than a fattened calf with hatred.

Righteousness is better than money

“Better a little with righteousness than much gain with injustice.” (Proverbs 16:8, NIV)

Peace in the home is better than money

“Better a dry crust with peace and quiet than a house full of feasting, with strife.” (Proverbs 17:1, NIV)

A good reputation is better than money

“A good name is more desirable than great riches; to be esteemed is better than silver or gold.” (Proverbs 22:1, NIV)

Integrity is better than money

“Better a poor man whose walk is blameless than a rich man whose ways are perverse.” (Proverbs 28:6, NIV)

Good health is more important than money – by FD Ball

The Strangest Secret

By Earl Nightingale, AdvantEdge Magazine Nov/Dec 2004

Some years ago, the late Nobel prize-winning Dr. Albert Schweitzer was asked by a reporter, "**Doctor, what's wrong with men today?**" The great doctor was silent a moment, and then he said, "**Men simply don't think!**"

It's about this that I want to talk with you. We live today in a golden age. This is an era that humanity has looked forward to, dreamed of, and worked toward for thousands of years. We live in the richest era that ever existed on the face of the earth ... a land of abundant opportunity for everyone.

However, if you take 100 individuals who start even at the age of 25, do you have any idea what will happen to those men and women by the time they're 65? These 100 people believe they're going to be successful. They are eager toward life, there is a certain sparkle in their eye, an erectness to their carriage, and life seems like a pretty interesting adventure to them.

But by the time they're 65, only **one will be rich, four will be financially independent, five will still be working, and 54 will be broke** — depending on others for life's necessities.

Only five out of 100 make the grade! Why do so many fail? What has happened to the sparkle that was there when they were 25? What has become of the dreams, the hopes, the plans ... and why is there such a large disparity between what these people intended to do and what they actually accomplished?

THE DEFINITION OF SUCCESS

First, we have to define success and here is the best definition I've ever been able to find: "**Success is the progressive realization of a worthy ideal.**"

A success is the school teacher who is teaching because that's what he or she wants to do. A success is the entrepreneur who start his own company because that was his dream — that's what he wanted to do. A success is the salesperson who wants to become the best salesperson in his or her company and sets forth on the pursuit of that goal.

A success is anyone who is realizing a worthy predetermined ideal, because that's what he or she decided to do ... deliberately. But only **one out of 20 does that!** The rest are "**failures.**"

Rollo May, the distinguished psychiatrist, wrote a wonderful book called Man's Search for Himself, and in this book he says: "**The opposite of courage in our society is not cowardice ... it is conformity.**" And there you have the reason for so many failures. **Conformity — people acting like everyone else, without knowing why or where they are going.**

We learn to read by the time we're seven. We learn to make a living by the time we're 30. Often by that time we're not only making a living, we're supporting a family. **And yet by the time we're 65, we haven't learned how to become financially independent in the richest land that has ever been known. Why? We conform! Most of us are acting like the wrong percentage group — the 95 who don't succeed.**

GOALS

Have you ever wondered why so many people work so hard and honestly without ever achieving anything in particular, and why others don't seem to work hard, yet seem to get everything? They seem to have the "**magic touch.**" You've heard people say, "**Everything he touches turns to gold.**" Have you ever noticed that a person who becomes successful tends to continue to become more successful? And, on the other hand, have you noticed how someone who's a failure tends to continue to fail?

The difference is goals. People with **goals** succeed because they know **where they're going.** It's that simple. Failures, on the other hand, believe that their lives are shaped by circumstances ... by things that happen to them ... by exterior forces.

Think of a ship with the complete voyage mapped out and planned. The captain and crew know exactly where the ship is going and how long it will take — it has a definite goal. And 9,999 times out of 10,000, it will get there.

Now let's take another ship — just like the first — only let's not put a crew on it, or a captain at the helm. Let's give it no aiming point, no goal, and no destination. We just start the engines and let it go. I think you'll agree that if it gets out of the harbor at all, it will either sink or wind up on some deserted beach — a derelict. It can't go anywhere because it has no destination and no guidance.

It's the same with a human being. However, the human race is fixed, not to prevent the strong from winning, but to prevent the weak from losing. Society today can be likened to a convoy in time of war. The entire society is slowed down to protect its weakest link, just as the naval convoy has to go at the speed that will permit its slowest vessel to remain in formation.

That's why it's so easy to make a living today. It takes no particular brains or talent to make a living and support a family today. We have a plateau of so-called "**security.**" **So, to succeed, all we must do is decide how high above this plateau we want to aim.**

Throughout history, the great wise men and teachers, philosophers, and prophets have disagreed with one another on many different things. It is only on this one point that they are in complete and unanimous agreement — the key to success and the key to failure is this:

WE BECOME WHAT WE THINK ABOUT

This is The Strangest Secret! Now, why do I say it's strange, and why do I call it a secret? Actually, it isn't a secret at all. It was first promulgated by some of the earliest wise men, and it appears again and again throughout the Bible. But very few people have learned it or understand it. That's why it's strange, and why for some equally strange reason it virtually remains a secret.

Marcus Aurelius, the great Roman Emperor, said: "**A man's life is what his thoughts make of it.**"

Disraeli said this: "**Everything comes if a man will only wait ... a human being with a settled purpose must accomplish it, and nothing can resist a will that will stake even existence for its fulfillment.**"

William James said: "**We need only in cold blood act as if the thing in question were real, and it will become infallibly real by growing into such a connection with our life that it will become real. It will become so knit with habit and emotion that our interests in it will be those which characterize belief.**" He continues, " ... **only you must, then, really wish these things, and wish them exclusively, and not wish at the same time a hundred other incompatible things just as strongly.**"

My old friend Dr. Norman Vincent Peale put it this way: "If you think in negative terms, you will get negative results. If you think in positive terms, you will achieve positive results." George Bernard Shaw said: "**People are always blaming their circumstances for what they are. I don't believe in circumstances. The people who get on in this world are the people who get up and look for the circumstances they want, and if they can't find them, make them.**"

Well, it's pretty apparent, isn't it? **We become what we think about.** A person who is thinking about a concrete and worthwhile goal is going to reach it, because that's what he's thinking about. Conversely, the person who has **no goal**, who doesn't know where he's going, and whose thoughts must therefore be thoughts of confusion, anxiety, fear, and worry will thereby create a **life of frustration, fear, anxiety and worry. And if he thinks about nothing ... he becomes nothing.**

AS YE SOW — SO SHALL YE REAP

The human mind is much like a farmer's land. The land gives the farmer a choice. He may plant in that land whatever he chooses. The land doesn't care what is planted. It's up to the farmer to make the decision. The mind, like the land, will return what you plant, but it doesn't care what you plant. If the farmer plants too seeds — one a seed of corn, the other nightshade, a deadly poison, waters and takes care of the land, what will happen?

Remember, the land doesn't care. It will return poison in just as wonderful abundance as it will corn. So up come the two plants — one corn, one poison as it's written in the Bible, "As ye sow, so shall ye reap."

The human mind is far more fertile, far more incredible and mysterious than the land, but it works the same way. It doesn't care what we plant ... success ... or failure. A concrete, worthwhile goal ... or confusion, misunderstanding, fear, anxiety, and so on. But what we plant it must return to us.

The problem is that our mind comes as standard equipment at birth. It's free. And things that are given to us for nothing, we place little value on. Things that we pay money for, we value.

The paradox is that exactly the reverse is true. ***Everything that's really worthwhile in life came to us free — our minds, our souls, our bodies, our hopes, our dreams, our ambitions, our intelligence, our love of family and children and friends and country. All these priceless possessions are free.***

But the things that cost us money are actually very cheap and can be replaced at any time. A good man can be completely wiped out and make another fortune. He can do that several times. Even if our home burns down, we can rebuild it. But the things we got for nothing, we can never replace.

Our mind can do any kind of job we assign to it, but generally speaking, we use it for little jobs instead of big ones. So decide now. ***What is it you want? Plant your goal in your mind. It's the most important decision you'll ever make in your entire life.***

Do you want to excel at your particular job? Do you want to go places in your company ... in your community? Do you want to get rich? All you have got to do is plant that seed in your mind, care for it, work steadily toward your goal, and it will become a reality.

It not only will, there's no way that it cannot. You see, that's a law — like the laws of Sir Isaac Newton, the laws of gravity. If you get on top of a building and jump off, you'll always go down — you'll never go up.

And it's the same with all the other laws of nature. They always work. They're inflexible. Think about your goal in a relaxed, positive way. ***Picture yourself in your mind's eye as having already achieved this goal. See yourself doing the things you will be doing when you have reached your goal.***

Every one of us is the sum total of our own thoughts. We are where we are because that's exactly where we really want or feel we deserve to be — whether we'll admit that or not. ***Each of us must live off the fruit of our thoughts in the future, because what you think today and tomorrow — next month and next year — will mold your life and determine your future. You're guided by your mind.***

I remember one time I was driving through eastern Arizona and I saw one of those giant earthmoving machines roaring along the road with what looked like 30 tons of dirt in it — a tremendous, incredible machine — and there was a little man perched way up on top with the wheel in his hands, guiding it. As I drove along I was struck by the similarity of that machine to the human mind. Just suppose you're sitting at the controls of such a vast source of energy. Are you going to sit back and fold your arms and let it run itself into a ditch? Or are you going to keep both hands firmly on the wheel and control and direct this power to a specific, worthwhile purpose? It's up to you. You're in the driver's seat. You see, the very law that gives us success is a double edged sword. We must control our thinking. The same rule that can lead people to lives of success, wealth, happiness, and all the things they ever dreamed of — that very same law can lead them into the gutter. It's all in how they use it ... for good or for bad. That is The Strangest Secret!

Do what the experts since the dawn of recorded history have told us to do: ***pay the price, by becoming the person you want to become. It's not nearly as difficult as living unsuccessfully.***

The moment you decide on a goal to work toward, you're immediately a successful person — you are then in that rare group of people who know where they're going. Out of every hundred people, you belong to the top five. Don't concern yourself too much with how you are going to achieve your goal — leave that completely to a power greater than yourself. All you have to do is know where you're going. The answers will come to you of their own accord, and at the right time.

Start today. You have nothing to lose — *but you have your whole life to win.*

30-DAY ACTION IDEAS FOR PUTTING THE STRANGEST SECRET TO WORK FOR YOU

For the next 30-days follow each of these steps every day until you have achieved your goal.

1. Write on a card what it is you want more than anything else. It may be more money. Perhaps you'd like to double your income or make a specific amount of money. It may be a beautiful home. It may be success at your job. It may be a particular position in life. It could be a more harmonious family.

Write down on your card specifically what it is you want. Make sure it's a single goal and clearly defined. You needn't show it to anyone, but carry it with you so that you can look at it several times a day. Think about it in a cheerful, relaxed, positive way each morning when you get up, and immediately you have something to work for — something to get out of bed for, something to live for.

Look at it every chance you get during the day and just before going to bed at night. As you look at it, remember that you must become what you think about, and since you're thinking about your goal, you realize that soon it will be yours. In fact, it's really yours the moment you write it down and begin to think about it.

2. Stop thinking about what it is you fear. Each time a fearful or negative thought comes into your mind, replace it with a mental picture of your positive and worthwhile goal. And there will come a time when you'll feel like giving up. It's easier for a human being to think negatively than positively. That's why only five percent are successful! You must begin now to place yourself in that group.

"Act as though it were impossible to fail," as Dorothea Brande said. No matter what your goal — if you've kept your goal before you every day — you'll wonder and marvel at this new life you've found.

3. Your success will always be measured by the quality and quantity of service you render. Most people will tell you that they want to make money, without understanding this law. The only people who make money work in a mint. The rest of us must earn money. This is what causes those who keep looking for something for nothing, or a free ride, to fail in life. Success is not the result of making money; earning money is the result of success — and success is in direct proportion to our service.

Most people have this law backwards. It's like the man who stands in front of the stove and says to it: "Give me heat and then I'll add the wood." How many men and women do you know, or do you suppose there are today, who take the same attitude toward life? There are millions.

We've got to put the fuel in before we can expect heat. Likewise, we've got to be of service first before we can expect money. Don't concern yourself with the money. Be of service ... build ... work ... dream ... create! Do this and you'll find there is no limit to the prosperity and abundance that will come to you.

Don't start your test until you've made up your mind to stick with it. If you should fail during your first 30 days — by that I mean suddenly find yourself overwhelmed by negative thoughts — simply start over again from that point and go 30 more days. Gradually, your new habit will form, until you find yourself one of that wonderful minority to whom virtually nothing is impossible.

Above all ... don't worry! Worry brings fear, and fear is crippling. The only thing that can cause you to worry during your test is trying to do it all yourself. Know that all you have to do is hold your goal before you; everything else will take care of itself.

Take this 30-day test, then repeat it ... then repeat it again. Each time it will become more a part of you until you'll wonder how you could have ever have lived any other way. Live this new way and the floodgates of abundance will open and pour over you more riches than you may have dreamed existed. Money? Yes, lots of it. But what's more important, you'll have peace ... you'll be in that wonderful minority who lead calm, cheerful, successful lives. Learn more about Earl Nightingale and his many timeless books and audio programs.

Source: http://www.nightingale.com/AE_Article~i~22~article~StrangestSecret.aspx#

How to Reach \$1 Million by Age 65

You can become a millionaire, or at least very close to a millionaire dollars, on an average American income. Are you on track to reach a million dollars by the time you're 65?

If you don't earn enough income then you will have to make some adjustments in order to reach one millionaire dollars by age 65. Most people think that is totally impossible, but it is not. It is very possible.

You will need to earn about \$45,000 annually. If that is not your case, then you need to keep your job and start a part-time or a part-time business opportunity. If you work at McDonald's, Home Depot or WalMart part-time then if you save and invest 90% of your take-home pay for five years then you can get on track to reaching one million dollars by your age 65.

What is the main thing that gets in your way of reaching one millionaire dollars in net worth? Generally it is because of too much spending and too much consumer debt and procrastination – people just wait too late to get started and then it becomes extremely hard to catch-up.

Generally, when it comes to too much spending, we have to get people to see that we all tend to buy stuff that we don't really need with money that we don't really have, to impress people who we don't really even like and who don't really like us.

It is estimated that at least 50% of all consumer dollars that are spent are in effect an emotional purchase and not a rational purchase or a true emergency or necessity. ***I have constantly had to train and re-train myself to stop making emotional purchases.*** Instead I become emotional about being debt free, with the exception of mortgages. Since 1986 I have not signed a consumer installment debt contract for anything (in 1999 I did stupidly enter into a 36-month for new Toyota 4-Runner SUV.) And, yes, that was an emotional purchase that I could afford, -- I was living in Michigan and I wanted a four-wheel drive vehicle and I wanted to dump the car shortly after my stay in Michigan was over. I did negotiate a pretty good lease deal by offer to put down a large down payment in cash. Generally speaking an auto lease is very bad unless are leasing the car as part of your business where the lease payment is a total tax deduction or a write-off, but I think that you are better served by owning the vehicle and depreciating it over short acceleration double-declining balance arrangement.

Below is a very interesting and challenging exercise to see if at your current age and your current investing and saving rate are on track to have one million dollars by age 65 or earlier.

Please click on the link below and see where you stand. Please don't get upset with me, if you are off track and please don't rationalize by saying I will never need one million dollars in net worth (excluding your residence) by age 65. And, your tithes and offerings will get in your way of reaching one million in net worth (excluding your residence).

http://www.biblemoneymatters.com/how-to-become-a-millionaire/?awt_l=EllaV&awt_m=LTLO.iYItTUH7V

Please share your comments with me. Also it is not wise to assume that you can only get to that cool \$1 million by assuming a large amount of risk. I would suggest that you assume that your average annual return rate of investment earnings is about 7% to 9%.

If you earn **7%** annually on your investments then your money will double every **10.2** years according to the **Rule of 72**. Let me know what you think.

Please be careful to avoid the **five D's** that destroy wealth; while you have a fairly good chance of recovering from any one of the five D's, it is very difficult to recover from 2 or more of the five D's. They are:

- **Death,**
- **Disease,**
- **Depression,**
- **Debt, or**
- **Divorce**

Southside SDA Church
Faith and Finance Workshop Sabbath

“Managing Your Portfolios”

Part Two

May 21, 2016

Only Four Uses of Your Income

You can **SPEND** with it

You can **GIVE** with it

You can **LEND** with it

You can **OWN** with it.

Define “Ownership”

Understand the Four Uses of Income

Worksheet Exercise: **SPEND**, **GIVE**, **LEND**, **OWNERSHIP**, or **MIXED**
(Couple with Husband and Wife Ages 43 and 41 and 2 Children)

- _____ Automobile Liability Insurance
- _____ \$500k 10-Year Level Term Life Insurance
- _____ \$275k Home Purchase; 28 Years of Mortgage Payments
- _____ 2016 Lexus GS 350 Car with 72 Installment Auto Loan
- _____ Used 2001 Pickup Truck for Family Business
- _____ Duplex Rental Property
- _____ 401k or 403b Employer PLAN Contributions
- _____ 60" Flat Screen TV
- _____ iPhone Six
- _____ Roth IRA Contributions
- _____ Cash Value Permanent Life Insurance Policy Second-To-DIE IUL
- _____ Payroll Taxes (state and federal taxes, social security, Medicare, etc)
- _____ Tithes & Offerings
- _____ Emergency Fund at Local Bank
- _____ Christian Education

Faith and Finance Portfolio of OWNERSHIP

Let's discuss how to help you to give your money a **Job**.

According to the **Law of Allocation** we are responsible for prayerfully allocating our **INCOME** among the four uses of **MONEY**.

If you want to guarantee yourself accumulation of wealth then always let you **Owning** equal your **Giving**.

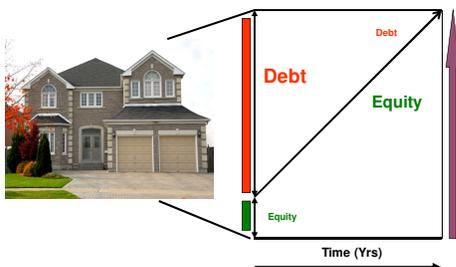
What to Own: Your Portfolio of OWNERSHIP

1. Cash-Value Life Insurance
2. Retirement Accounts
3. Your Home & Real Estate
4. Gold, Stocks, Bonds, & Mutual Funds
5. Small Business

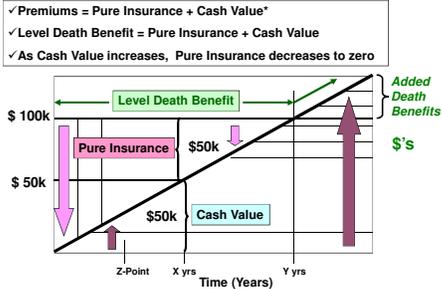
Consequences To Money Uses

Only 4 Money Uses	Tax Consequences (Friendly or Non-Friendly)	Moral Consequences (Blessed or Unblessed)
Spend It or Consume It	Unfriendly (sales tax, VATs)	Bad if you Over Spend (Debt)
Give It Away or Charity	Friendly (tax deductions)	Good: 15% Minimally
Lend It Out (earn interest)	Unfriendly (Income Taxed)	Required: 3 to 6 Months Salary
Own With It	Friendly (very Friendly) 1) Real Estate ***** 2) Roth IRA (tax free) 3) 529 College Plan (tax free) 4) Small Business Ownership ***** 5) Cash-Value Life Insurance ***** Less Tax Friendly, but Tax Deferred Earnings 1) Annuities 2) IRAs, 401k, 403b, & 457 3) Stocks & Bonds - Dividends, Capital Gains	Great and Smart

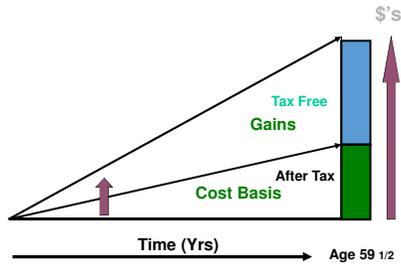
Home Ownership Model



Life Insurance Ownership Model



Roth IRA Ownership Model



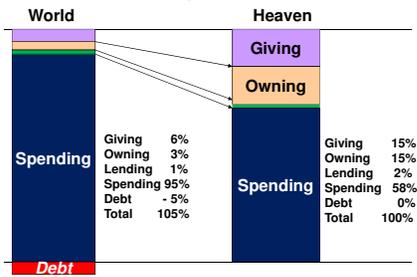
Managing Money Properly

In Kingdom & Faithful living we must learn how to manage money properly. We must follow a **PLAN** and give our money a "job."

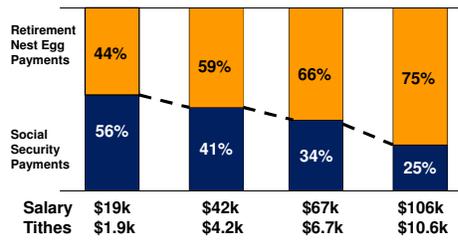
1. We first *Give* with some of it.
2. We then *Own* with some of it.
3. We may *Lend* with some of it.
4. We can *Spend* with some of it.

Now our ***SPENDING which is always emotional*** will be both wise and economical by necessity.

The Battle of Kingdoms



Rich to Wealth PLAN



Life Cycles and Wealth

- Accumulation Phase** Ages 25 to 48
- Pre-Retirement Phase** Ages 45 to 60
- Retirement Phase** Ages 55+
- Death and Legacy** You pass on your life's blessings to others-Generational TOW (transfer of wealth)

Why Ten Principles & Are They Needed?

Principles give a grounded and fundamental approach that empowers us and helps us build a solid foundation upon which we can stand, regardless of how our circumstances may change.

Principles can do several things for us financially:

1. They help change Emotional Perceptions & Attitudes about money. This in turn helps us understand why we spend and borrow.
2. They help improve family relationships because they advocate a system or plan of action, which in turn eliminates stress.
3. They help us gain immediate control because they point out weak spots and areas that need improving.
4. They help us understand that it's not about the amount of money we make, but rather how wisely that money is used that counts.
5. But best of all, principle-based money management does not require any additional out-of-pocket money!

Ten Principles

Principle 1: Spending is Emotional

Spending money almost always has a powerful emotional impact on our lives, whether we realize it or not.

Principle 2: When You Track Your Money, You Control It

Planning how to spend, and spending according to plan is the key to becoming wealthy. To any responsible person, this should be the only option.

Principle 3: Saving Is *Delayed* Spending

This principle points out that you have to "spend" money each month for the future by paying yourself first.

Ten Principles (Continued)

Principle 4: Power Down Your Debt & Power Up Your Fortune

By applying this Principle, it is mathematically feasible for anyone, no matter how bad their debt load is, to get completely out of debt in nine years or less, including a 30-year mortgage.

Principle 5: Know the Rules

Ask questions! The answers could be worth thousands of dollars to you.

Principle 6: The Rules Are Always Changing

You must be capable of moving with change, always open to learning new information that can be vital to your future success.

Ten Principles (Continued)

Principle 7: Always Look at the Big Picture

You cannot become wealthy without first "Master Planning" your life by looking at where you are now, where you want to go in the future, and figuring out a plan to get there.

Principle 8: Organization Enables the Creation of Additional Wealth

Disorganization often leads to procrastination which leads to lost opportunities. Organizing your finances means knowing where important documents are, having an estate plan for your loved ones, and knowing how to protect your assets from over-taxation, litigation, and theft.

Principle 9: Understanding Taxation Enables You to Retain More Money

Knowing the real rules about taxation will free and empower you.

Ten Principles (Continued)

Principle 10: Money in Motion Creates More Money (The Combo of 1 thru 9)

This principle is a combination of applying each of the other nine, and is where wealth is truly built and accelerated (but only when the other nine principles are clearly understood and applied).

If there is one single strategy that builds wealth and financial security the fastest, it is understanding the "leverage" factor of Principle 10 and how to get your money to do more than one thing at a time. The banks do it and so can you!

Part One Appendix

ANYTHING you want, but not EVERYTHING

How to Reach \$1 Million for Retirement?

The Strangest Secret & 30-Day Action Ideas

Goal Setting

What Does Your Thinking Say About You?

Keep Hope Alive: Opportunity vs Difficulty

Part Two: Meeting John & Jane Glen

Agenda and Topics to Cover:

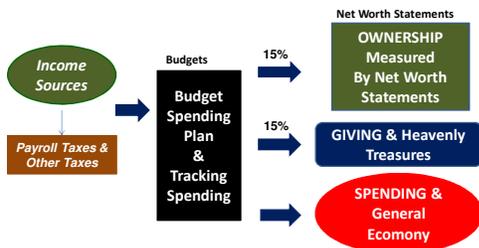
Basic Personal Financial Statements (Brother E Johnson)
 Budgets
 Net Worth
 W4 & Payroll Withholding Allowances
 FICO Scores

Household OWNERSHIP & Future Wealth

Meet John & Jane Glen and Review their Financials

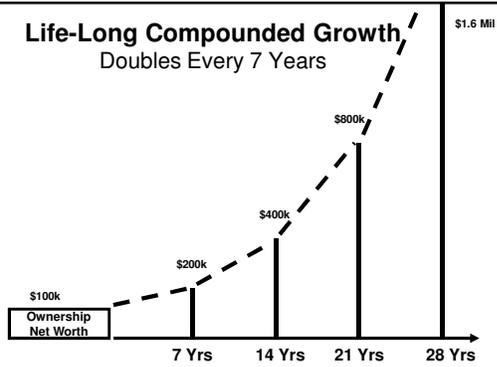
Fix John & Jane Glen's Financials

Budget & Net Worth Statements



Expectation: Your Net Worth Will Double Every 7 to 9 Years Until Jesus Returns

Life-Long Compounded Growth Doubles Every 7 Years



CASH versus LIQUIDITY

There is a saying that CASH is king. However there something that is just as good CASH, if not better that CASH; it is called is LIQUIDITY.

New Word: LIQUIDITY

1. *The state of being liquid.*
2. *The quality of being readily convertible into cash:* an investment with high liquidity.
3. *Available cash or the capacity to obtain it on demand:* a bank that is increasing its liquidity by shortening the average term of its loans.

My Three Financial Misconceptions

1. It is good that I pay off the mortgage on my home before I retire.
2. I should only buy Term Life Insurance and invest the difference rather than owning Permanent Life Insurance since Term Life Insurance is cheaper.
3. I have a 401k. Do I need either a Roth IRA or a Traditional IRA? If so which one and why?

Imagination vs Knowledge

There are very good reasons why *Imagination* is greater than *Knowledge*:

"The problem in America isn't so much what people don't know; the problem is what people think that know that just ain't so."

-Will Rogers

"The greatest obstacle to discovering the shape of the earth, the continents, and the oceans was not ignorance! It was the illusion of knowledge."

- Daniel Boorstin (1914 -2004) historian, Library of Congress

The Glen Revisited Happy But Financially Broken Sample Case 1

2009	Adjusted Gross Income	\$ 43,200.00
Federal	Taxable Income	\$ 20,850.00
Tax	Total Tax	\$ 1,176.00
Return	Total Payments/Credits	\$ 7,460.00
Summary	Amount to be Refunded	\$ 6,284.00
	Effective Tax Rate	2.72%

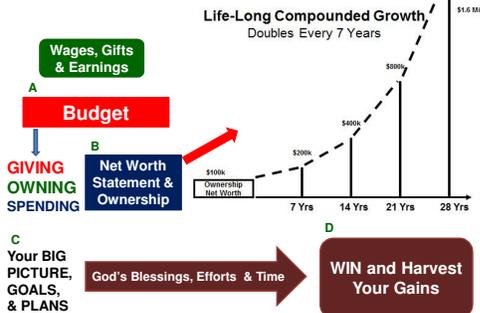
Note: We can capture \$500 monthly with a new W4

See the Federal W4 form for John Glen to reduce his Federal Income Tax deductions from his salary.

The Glen's Use of Money Revised

Family Budget Planner				
Money Use Summary	Total	Monthly	Percent Share	Target %
Total Income	44,400	3,700	100.0%	100.0%
Essential Spending	21,277	1,773	47.9%	53.0%
Discretionary Spending	15,192	1,266	34.2%	16.0%
Giving	5,532	461	12.5%	15.0%
Lending	0	0	0.0%	2.0%
Owning	2,400	200	5.4%	14.0%
(Total)	44,401	3,700	100.0%	14.0%
NET (Income - Expenses)	-1	0	0.0%	

Faith & Finance Overview



Part 2: Understand the Four Uses of Income

Worksheet Exercise: SPEND, GIVE, LEND, OWNERSHIP, or MIXED

(for a Married Couple with Husband and Wife Ages 43 and 41 and 2 Children)

Use Type: **Description:**

- _____ Payments for my Automobile Liability Insurance
- _____ Premium Payments \$500k 10-Year Level Term Life Insurance
- _____ Buying \$275k Home Purchase; 28 Years of Mortgage Payments
- _____ Purchased 2016 Lexus GS 350 Car with 72 Installment Auto Loan
- _____ Purchased Used 2001 Pickup Truck for Family Business
- _____ Buying a Duplex Rental Property
- _____ 401k or 403b Contributions to your Employer's PLAN
- _____ Purchased a nice 60" Flat Screen TV
- _____ Purchased an iPhone Six
- _____ Roth IRA Contributions
- _____ Cash Value Permanent Life Insurance Policy Second-To-DIE IUL
- _____ Payroll Taxes (state and federal taxes, social security, Medicare, etc)
- _____ Payments of Tithes & Offerings
- _____ Contributions of your Emergency Fund at Local Bank
- _____ Expenses for Christian Education

The Glen's Family Budget Planner and Net-Worth Statement

Family Budget Planner				
Money Use Summary	Total	Monthly	Percent Share	Target %
Total Income	44,400	3,700	100.0%	100.0%
<i>Essential Spending</i>	21,277	1,773	47.9%	53.0%
<i>Discretionary Spending</i>	15,192	1,266	34.2%	16.0%
<i>Giving</i>	3,120	260	7.0%	15.0%
<i>Lending</i>	0	0	0.0%	2.0%
<i>Owning</i>	3,600	300	8.1%	14.0%
<i>(Total)</i>	43,189	3,599	97.3%	
NET (Income - Expenses)	1,211	101	2.7%	

	Annually	Monthly		
INCOME				
Income1	25,200	2,100		
Income2	19,200	1,600		
Auto Allowance	0	0		
Grants/Consulting	0	0		
Child Support or Alimony	0	0		
Social Security	0	0		
Disability Income	0	0		
Pension Income	0	0		
Investment Income	0	0		
Real Estate Income	0	0		
Business Income	0	0		
Gifts Received	0	0		
Other Income	0	0		
Total INCOME	44,400	3,700		
Essential Spending				
Payroll Taxes	5,617	468		
Other Income Deductions	1,140	95		
Housing Mortgage	0	0		
2nd Mortgage	0	0		
HELOC	0	0		
Property Taxes	0	0		
Home Owners Insurance	0	0		
Home Repairs (Major)	0	0		
Housing Rent	10,200	850	23.0%	20.0%
Water & Garbage	0	0		
Gas & Electric	3,840	320		
Healthcare or Insurance Costs	0	0		
Dentalcare or Insurance Costs	0	0		
Childcare	0	0		
Other	480	40		
Other	0	0		
Total Essential Spending	21,277	1,773		

Discretionary Spending		
Auto Loan	2,700	225
Auto Insurance	1,200	100
Auto Repairs	0	0
Food & Groceries (not dining out)	4,500	375
Clothing (needed)	0	0
Clothing (extra)	0	0
Telephone (land line)	0	0
Home & Renters Insurance	0	0
Term Life Insurance	0	0
Supplemental Life Insurance	0	0
Student loans	0	0
Home Repairs (minor)	0	0
Home Supplies	0	0
Dry Cleaning	0	0
Laundry	0	0
School Tuition	0	0
Other dependent expenses	0	0
Credit Card Bills	0	0
Gasoline	1,440	120
Cable or Satellite TV	1,500	125
Mobile Phone(s)	1,440	120
Home Security	0	0
Garden Supplies	0	0
Dining Out	1,140	95
Entertainment (not dining out)	0	0
Travel & Vacation	0	0
Pets, pet care, pet food	0	0
Internet Access	0	0
Computer costs	0	0
Gym membership	792	66
Beer & Alcohol	0	0
Cigarettes & Tobacco	0	0
Other spending	480	40
Other spending	0	0
Total Discretionary Spending	15,192	1,266
Giving		
Tithe and Offering	3,120	260
Charity	0	0
Gifts given	0	0
Other	0	0
Total Giving	3,120	260
Lending		
Savings Accounts	0	0
Checking	0	0
Money Market	0	0
CD	0	0
Other	0	0
Other	0	0
Total Lending	0	0
Owning		
Permanent Life Insurance A	0	0
Permanent Life Insurance B	0	0
401K, 403(b) deposits	1,200	100
Roth IRA deposits	2,400	200
Traditional IRA deposits	0	0
Brokerage Deposits	0	0
Permanent Life Insurance	0	0
Investment Real Estate Expenses	0	0
Business Income Expenses	0	0
Other	0	0
Total Owning	3,600	300

Form W-4 (2010)

Purpose. Complete Form W-4 so that your employer can withhold the correct federal income tax from your pay. Consider completing a new Form W-4 each year and when your personal or financial situation changes.

Exemption from withholding. If you are exempt, complete **only** lines 1, 2, 3, 4, and 7 and sign the form to validate it. Your exemption for 2010 expires February 16, 2011. See Pub. 505, Tax Withholding and Estimated Tax.

Note. You cannot claim exemption from withholding if (a) your income exceeds \$950 and includes more than \$300 of unearned income (for example, interest and dividends) and (b) another person can claim you as a dependent on his or her tax return.

Basic instructions. If you are not exempt, complete the **Personal Allowances Worksheet** below. The worksheets on page 2 further adjust your withholding allowances based on itemized deductions, certain credits, adjustments to income, or two-earners/multiple jobs situations.

Complete all worksheets that apply. However, you may claim fewer (or zero) allowances. For regular wages, withholding must be based on allowances you claimed and may not be a flat amount or percentage of wages.

Head of household. Generally, you may claim head of household filing status on your tax return only if you are unmarried and pay more than 50% of the costs of keeping up a home for yourself and your dependent(s) or other qualifying individuals. See Pub. 501, Exemptions, Standard Deduction, and Filing Information, for information.

Tax credits. You can take projected tax credits into account in figuring your allowable number of withholding allowances. Credits for child or dependent care expenses and the child tax credit may be claimed using the **Personal Allowances Worksheet** below. See Pub. 919, How Do I Adjust My Tax Withholding, for information on converting your other credits into withholding allowances.

Nonwage income. If you have a large amount of nonwage income, such as interest or dividends, consider making estimated tax

payments using Form 1040-ES, Estimated Tax for Individuals. Otherwise, you may owe additional tax. If you have pension or annuity income, see Pub. 919 to find out if you should adjust your withholding on Form W-4 or W-4P.

Two earners or multiple jobs. If you have a working spouse or more than one job, figure the total number of allowances you are entitled to claim on all jobs using worksheets from only one Form W-4. Your withholding usually will be most accurate when all allowances are claimed on the Form W-4 for the highest paying job and zero allowances are claimed on the others. See Pub. 919 for details.

Nonresident alien. If you are a nonresident alien, see Notice 1392, Supplemental Form W-4 Instructions for Nonresident Aliens, before completing this form.

Check your withholding. After your Form W-4 takes effect, use Pub. 919 to see how the amount you are having withheld compares to your projected total tax for 2010. See Pub. 919, especially if your earnings exceed \$130,000 (Single) or \$180,000 (Married).

Personal Allowances Worksheet (Keep for your records.)

A	Enter "1" for yourself if no one else can claim you as a dependent	A	<u>1</u>
B	Enter "1" if: <div style="display: inline-block; vertical-align: middle; border-left: 1px solid black; border-right: 1px solid black; padding: 0 5px;"> <ul style="list-style-type: none"> • You are single and have only one job; or • You are married, have only one job, and your spouse does not work; or • Your wages from a second job or your spouse's wages (or the total of both) are \$1,500 or less. </div>	B	_____
C	Enter "1" for your spouse . But, you may choose to enter "-0-" if you are married and have either a working spouse or more than one job. (Entering "-0-" may help you avoid having too little tax withheld.)	C	<u>1</u>
D	Enter number of dependents (other than your spouse or yourself) you will claim on your tax return	D	<u>1</u>
E	Enter "1" if you will file as head of household on your tax return (see conditions under Head of household above)	E	_____
F	Enter "1" if you have at least \$1,800 of child or dependent care expenses for which you plan to claim a credit (Note. Do not include child support payments. See Pub. 503, Child and Dependent Care Expenses, for details.)	F	<u>1</u>
G	Child Tax Credit (including additional child tax credit). See Pub. 972, Child Tax Credit, for more information. <ul style="list-style-type: none"> • If your total income will be less than \$61,000 (\$90,000 if married), enter "2" for each eligible child; then less "1" if you have three or more eligible children. • If your total income will be between \$61,000 and \$84,000 (\$90,000 and \$119,000 if married), enter "1" for each eligible child plus "1" additional if you have six or more eligible children. 	G	_____
H	Add lines A through G and enter total here. (Note. This may be different from the number of exemptions you claim on your tax return.) ▶	H	<u>4</u>
	For accuracy, complete all worksheets that apply. <div style="display: inline-block; vertical-align: middle; border-left: 1px solid black; border-right: 1px solid black; padding: 0 5px;"> <ul style="list-style-type: none"> • If you plan to itemize or claim adjustments to income and want to reduce your withholding, see the Deductions and Adjustments Worksheet on page 2. • If you have more than one job or are married and you and your spouse both work and the combined earnings from all jobs exceed \$18,000 (\$32,000 if married), see the Two-Earners/Multiple Jobs Worksheet on page 2 to avoid having too little tax withheld. • If neither of the above situations applies, stop here and enter the number from line H on line 5 of Form W-4 below. </div>		

----- Cut here and give Form W-4 to your employer. Keep the top part for your records. -----

Form W-4 Department of the Treasury Internal Revenue Service	<h2 style="margin: 0;">Employee's Withholding Allowance Certificate</h2> <p style="margin: 0;">▶ Whether you are entitled to claim a certain number of allowances or exemption from withholding is subject to review by the IRS. Your employer may be required to send a copy of this form to the IRS.</p>	OMB No. 1545-0074 <div style="font-size: 2em; font-weight: bold; margin: 0;">2010</div>
1 Type or print your first name and middle initial. John		Last name Glen
Home address (number and street or rural route) 1345 E. Bonanza Avenue		2 Your social security number 555 44 7777
City or town, state, and ZIP code Las Vegas, NV 89131		3 <input type="checkbox"/> Single <input checked="" type="checkbox"/> Married <input type="checkbox"/> Married, but withhold at higher Single rate. Note. If married, but legally separated, or spouse is a nonresident alien, check the "Single" box.
5 Total number of allowances you are claiming (from line H above or from the applicable worksheet on page 2) 7		6 \$ _____
7 I claim exemption from withholding for 2010, and I certify that I meet both of the following conditions for exemption. • Last year I had a right to a refund of all federal income tax withheld because I had no tax liability and • This year I expect a refund of all federal income tax withheld because I expect to have no tax liability. If you meet both conditions, write "Exempt" here ▶ 7		
Under penalties of perjury, I declare that I have examined this certificate and to the best of my knowledge and belief, it is true, correct, and complete.		
Employee's signature (Form is not valid unless you sign it.) ▶		Date ▶
8 Employer's name and address (Employer: Complete lines 8 and 10 only if sending to the IRS.)		9 Office code (optional) 10 Employer identification number (EIN)

Deductions and Adjustments Worksheet

Note. Use this worksheet *only* if you plan to itemize deductions or claim certain credits or adjustments to income.

1	Enter an estimate of your 2010 itemized deductions. These include qualifying home mortgage interest, charitable contributions, state and local taxes, medical expenses in excess of 7.5% of your income, and miscellaneous deductions	1	\$ <u>4000</u>
2	Enter: { \$11,400 if married filing jointly or qualifying widow(er) \$8,400 if head of household \$5,700 if single or married filing separately }	2	\$ <u>11400</u>
		3	\$ <u>0</u>
		4	\$ <u>0</u>
5	Add lines 3 and 4 and enter the total. (Include any amount for credits from <i>Worksheet 6</i> in Pub. 919.)	5	\$ <u>11400</u>
6	Enter an estimate of your 2010 nonwage income (such as dividends or interest)	6	\$ <u>0</u>
7	Subtract line 6 from line 5. If zero or less, enter “-0-”	7	\$ <u>11400</u>
8	Divide the amount on line 7 by \$3,650 and enter the result here. Drop any fraction	8	<u>3</u>
9	Enter the number from the Personal Allowances Worksheet , line H, page 1	9	<u>4</u>
10	Add lines 8 and 9 and enter the total here. If you plan to use the Two-Earners/Multiple Jobs Worksheet , also enter this total on line 1 below. Otherwise, stop here and enter this total on Form W-4, line 5, page 1	10	<u>7</u>

Two-Earners/Multiple Jobs Worksheet (See *Two earners or multiple jobs* on page 1.)

Note. Use this worksheet *only* if the instructions under line H on page 1 direct you here.

1	Enter the number from line H, page 1 (or from line 10 above if you used the Deductions and Adjustments Worksheet)	1	_____
2	Find the number in Table 1 below that applies to the LOWEST paying job and enter it here. However , if you are married filing jointly and wages from the highest paying job are \$65,000 or less, do not enter more than “3.”	2	_____
3	If line 1 is more than or equal to line 2, subtract line 2 from line 1. Enter the result here (if zero, enter “-0-”) and on Form W-4, line 5, page 1. Do not use the rest of this worksheet	3	_____

Note. If line 1 is **less than** line 2, enter “-0-” on Form W-4, line 5, page 1. Complete lines 4–9 below to figure the additional withholding amount necessary to avoid a year-end tax bill.

4	Enter the number from line 2 of this worksheet	4	_____
5	Enter the number from line 1 of this worksheet	5	_____
6	Subtract line 5 from line 4	6	_____
7	Find the amount in Table 2 below that applies to the HIGHEST paying job and enter it here	7	\$ _____
8	Multiply line 7 by line 6 and enter the result here. This is the additional annual withholding needed	8	\$ _____
9	Divide line 8 by the number of pay periods remaining in 2010. For example, divide by 26 if you are paid every two weeks and you complete this form in December 2009. Enter the result here and on Form W-4, line 6, page 1. This is the additional amount to be withheld from each paycheck	9	\$ _____

Table 1

Table 2

Married Filing Jointly		All Others		Married Filing Jointly		All Others	
If wages from LOWEST paying job are—	Enter on line 2 above	If wages from LOWEST paying job are—	Enter on line 2 above	If wages from HIGHEST paying job are—	Enter on line 7 above	If wages from HIGHEST paying job are—	Enter on line 7 above
\$0 - \$7,000 -	0	\$0 - \$6,000 -	0	\$0 - \$65,000	\$550	\$0 - \$35,000	\$550
7,001 - 10,000 -	1	6,001 - 12,000 -	1	65,001 - 120,000	910	35,001 - 90,000	910
10,001 - 16,000 -	2	12,001 - 19,000 -	2	120,001 - 185,000	1,020	90,001 - 165,000	1,020
16,001 - 22,000 -	3	19,001 - 26,000 -	3	185,001 - 330,000	1,200	165,001 - 370,000	1,200
22,001 - 27,000 -	4	26,001 - 35,000 -	4	330,001 and over	1,280	370,001 and over	1,280
27,001 - 35,000 -	5	35,001 - 50,000 -	5				
35,001 - 44,000 -	6	50,001 - 65,000 -	6				
44,001 - 50,000 -	7	65,001 - 80,000 -	7				
50,001 - 55,000 -	8	80,001 - 90,000 -	8				
55,001 - 65,000 -	9	90,001 -120,000 -	9				
65,001 - 72,000 -	10	120,001 and over	10				
72,001 - 85,000 -	11						
85,001 -105,000 -	12						
105,001 -115,000 -	13						
115,001 -130,000 -	14						
130,001 - and over	15						

Privacy Act and Paperwork Reduction Act Notice. We ask for the information on this form to carry out the Internal Revenue laws of the United States. Internal Revenue Code sections 3402(f)(2) and 6109 and their regulations require you to provide this information; your employer uses it to determine your federal income tax withholding. Failure to provide a properly completed form will result in your being treated as a single person who claims no withholding allowances; providing fraudulent information may subject you to penalties. Routine uses of this information include giving it to the Department of Justice for civil and criminal litigation, to cities, states, the District of Columbia, and U.S. commonwealths and possessions for use in administering their tax laws, and using it in the National Directory of New Hires. We may also disclose this information to other countries under a tax treaty, to federal and state agencies to enforce federal nontax criminal laws, or to federal law enforcement and intelligence agencies to combat terrorism.

You are not required to provide the information requested on a form that is subject to the Paperwork Reduction Act unless the form displays a valid OMB control number. Books or records relating to a form or its instructions must be retained as long as their contents may become material in the administration of any Internal Revenue law. Generally, tax returns and return information are confidential, as required by Code section 6103.

The average time and expenses required to complete and file this form will vary depending on individual circumstances. For estimated averages, see the instructions for your income tax return.

If you have suggestions for making this form simpler, we would be happy to hear from you. See the instructions for your income tax return.

Department of the Treasury — Internal Revenue Service
Form 1040A U.S. Individual Income Tax Return (99) 2009

IRS Use Only — Do not write or staple in this space.

Label
(See instructions.)

Your first name and initial John	Last name Glen	OMB No. 1545-0074
Your social security number 555-44-7777		
If a joint return, spouse's first name and initial Jane	Last name Glen	Spouse's social security number 554-66-7777
Home address (number and street). If you have a P.O. box, see instructions. 1345 E. Bonanaz Avenue		Apartment no. 335B
City, town or post office. If you have a foreign address, see instructions. Las Vegas		State ZIP code NV 89131

Use the IRS label.
Otherwise, please print or type.

▲ You **must** enter your SSN(s) above ▲
 Checking a box below will not change your tax or refund

Presidential Election Campaign

► Check here if you, or your spouse if filing jointly, want \$3 to go to this fund (see instructions) **You** **Spouse**

Filing status

- 1 Single
- 2 Married filing jointly (even if only one had income)
- 3 Married filing separately. Enter spouse's SSN above and full name here ► _____
- 4 Head of household (with qualifying person). (See instructions.)
If the qualifying person is a child but not your dependent, enter this child's name here ► _____
- 5 Qualifying widow(er) with dependent child (see instructions)

Check only one box.

Exemptions

6a **Yourself.** If someone can claim you as a dependent, **do not** check box 6a

b **Spouse**

c Dependents:		(2) Dependent's social security number	(3) Dependent's relationship to you	(4) <input checked="" type="checkbox"/> if qualifying child for child tax credit	No. of children on 6c who: ● lived with you ● did not live with you due to divorce or separation (see instructions)
(1) First name	Last name				

d Total number of exemptions claimed **2**

If more than six dependents, see instructions.

Income

7 Wages, salaries, tips, etc. Attach Form(s) W-2	7	43,200.
8a Taxable interest. Attach Schedule B if required	8a	
b Tax-exempt interest. Do not include on line 8a	8b	
9a Ordinary dividends. Attach Schedule B if required	9a	
b Qualified dividends (see instructions)	9b	
10 Capital gain distributions (see instructions)	10	
11a IRA distributions	11a	
11b Taxable amount	11b	
12a Pensions and annuities	12a	
12b Taxable amount	12b	
13 Unemployment compensation in excess of \$2,400 per recipient and Alaska Permanent Fund dividends (see instructions)	13	
14a Social security benefits	14a	
14b Taxable amount	14b	
15 Add lines 7 through 14b (far right column). This is your total income	15	43,200.

Attach Form(s) W-2 here. Also attach Form(s) 1099-R if tax was withheld.

If you did not get a W-2, see instructions.

Enclose, but do not attach, any payment. Also, please use **Form 1040-V**.

Adjusted gross income

16 Educator expenses (see instructions)	16	
17 IRA deduction (see instructions)	17	
18 Student loan interest deduction (see instructions)	18	
19 Tuition and fees deduction. Attach Form 8917	19	
20 Add lines 16 through 19. These are your total adjustments	20	
21 Subtract line 20 from line 15. This is your adjusted gross income	21	43,200.

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

Form **1040A** (2009)

Tax, credits, and payments

Standard Deduction for -

• People who checked any box on line 23a, 23b, or 24b or who can be claimed as a dependent, see instrs.

• All others: Single or Married filing separately, \$5,700

Married filing jointly or Qualifying widow(er), \$11,400

Head of Household, \$8,350

22 Enter the amount from line 21 (adjusted gross income) 22 43,200.

23a Check if: [] You were born before January 2, 1945, [] Blind [] Spouse was born before January 2, 1945, [] Blind Total boxes checked 23a []

b If you are married filing separately and your spouse itemizes deductions, see instructions and check here 23b []

24a Enter your standard deduction (see left margin) 24a 11,400.

b If you are increasing your standard deduction by certain real estate taxes or new motor vehicle taxes, attach Schedule L and check here (see instrs) 24b []

25 Subtract line 24a from line 22. If line 24a is more than line 22, enter -0- 25 31,800.

26 Exemptions. If line 22 is \$125,100 or less and you did not provide housing to a Midwestern displaced individual, multiply \$3,650 by the number on line 6d. Otherwise, see instructions 26 7,300.

27 Subtract line 26 from line 25. If line 26 is more than line 25, enter -0-. This is your taxable income 27 24,500.

28 Tax, including any alternative minimum tax (see instructions) 28 2,844.

29 Credit for child and dependent care expenses. Attach Form 2441 29

30 Credit for the elderly or the disabled. Attach Schedule R 30

31 Education credits from Form 8863, line 29 31

32 Retirement savings contributions credit. Attach Form 8880 32 120.

33 Child tax credit (see instructions) 33

34 Add lines 29 through 33. These are your total credits 34 120.

35 Subtract line 34 from line 28. If line 34 is more than line 28, enter -0- 35 2,724.

36 Advance earned income credit payments from Form(s) W-2, box 9 36

37 Add lines 35 and 36. This is your total tax 37 2,724.

38 Federal income tax withheld from Forms W-2 and 1099 38 6,660.

39 2009 estimated tax payments and amount applied from 2008 return 39

If you have a qualifying child, attach Schedule EIC.

40 Making work pay and government retiree credits. Attach Schedule M 40 800.

41 a Earned income credit (EIC) No. 41 a

b Nontaxable combat pay election. 41 b

42 Additional child tax credit. Attach Form 8812 42

43 Refundable education credit from Form 8863, line 16 43

44 Add lines 38, 39, 40, 41a, 42, and 43. These are your total payments 44 7,460.

Refund

45 If line 44 is more than line 37, subtract line 37 from line 44. This is the amount you overpaid 45 4,736.

46 a Amount of line 45 you want refunded to you. If Form 8888 is attached, check here 46 a 4,736.

Direct deposit? See instructions and fill in 46b, 46c, and 46d or Form 8888.

b Routing number XXXXXXXXXX c Type: [] Checking [] Savings

d Account number XXXXXXXXXXXXXXXXXXXX

47 Amount of line 45 you want applied to your 2010 estimated tax 47

Amount you owe

48 Amount you owe. Subtract line 44 from line 37. For details on how to pay, see instructions 48

49 Estimated tax penalty (see instructions) 49

Third party designee

Do you want to allow another person to discuss this return with the IRS (see instructions)? [] Yes. Complete the following. [X] No

Designee's name Phone no. Personal identification number (PIN)

Sign here

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and accurately list all amounts and sources of income I received during the tax year. Declaration of preparer (other than the taxpayer) is based on all information of which the preparer has any knowledge.

Joint return? See instructions. Keep a copy for your records. Your signature Date Your occupation Daytime phone number Spouse's signature. If a joint return, both must sign. Date Spouse's occupation

Paid preparer's use only

Preparer's signature Date Check if self-employed Preparer's SSN or PTIN Firm's name (or yours if self-employed), address, and ZIP code Self-Prepared EIN Phone no.

Department of the Treasury
Internal Revenue Service

▶ **Attach to Form 1040, Form 1040A, or Form 1040NR.**
▶ **See instructions.**

2009

Attachment
Sequence No. **54**

Name(s) shown on return

John & Jane Glen

Your social security number

555-44-7777

CAUTION! You **cannot** take this credit if **either** of the following applies.

- The amount on Form 1040, line 38, Form 1040A, line 22, or Form 1040NR, line 36 is more than \$27,750 (\$41,625 if head of household; \$55,500 if married filing jointly).
- The person(s) who made the qualified contribution or elective deferral **(a)** was born after January 1, 1992, **(b)** is claimed as a dependent on someone else's 2009 tax return, or **(c)** was a **student** (see instructions).

Before you begin: Figure the amount of any credit for the elderly or the disabled you are claiming on Form 1040, line 53.

	(a) You	(b) Your spouse
1 Traditional and Roth IRA contributions for 2009. Do not include rollover contributions	1	
2 Elective deferrals to a 401(k) or other qualified employer plan, voluntary employee contributions, and 501(c)(18)(D) plan contributions for 2009 (see instructions)	2	1,200.
3 Add lines 1 and 2	3	1,200.
4 Certain distributions received after 2006 and before the due date (including extensions) of your 2009 tax return (see instructions). If married filing jointly, include both spouses' amounts in both columns. See instructions for an exception	4	
5 Subtract line 4 from line 3. If zero or less, enter -0-	5	1,200.
6 In each column, enter the smaller of line 5 or \$2,000	6	1,200.
7 Add the amounts on line 6. If zero, stop ; you cannot take this credit	7	1,200.
8 Enter the amount from Form 1040, line 38*; Form 1040A, line 22; or Form 1040NR, line 36	8	43,200.
9 Enter the applicable decimal amount shown below:		

If line 8 is—		And your filing status is—		
Over—	But not over—	Married filing jointly	Head of household	Single, Married filing separately, or Qualifying widow(er)
Enter on line 9—				
---	\$16,500	.5	.5	.5
\$16,500	\$18,000	.5	.5	.2
\$18,000	\$24,750	.5	.5	.1
\$24,750	\$27,000	.5	.2	.1
\$27,000	\$27,750	.5	.1	.1
\$27,750	\$33,000	.5	.1	.0
\$33,000	\$36,000	.2	.1	.0
\$36,000	\$41,625	.1	.1	.0
\$41,625	\$55,500	.1	.0	.0
\$55,500	---	.0	.0	.0

Note: If line 9 is zero, **stop**; you cannot take this credit.

10 Multiply line 7 by line 9	10	120.
11 Enter the amount from Form 1040, line 46; Form 1040A, line 28; or Form 1040NR, line 43	11	2,844.
12 1040 filers: Enter the total of your credits from lines 47 through 49, and Schedule R, line 24. 1040A filers: Enter the total of your credits from lines 29 through 31. 1040NR filers: Enter the total of your credits from lines 44 and 45.	12	
13 Subtract line 12 from line 11. If zero, stop ; you cannot take this credit	13	2,844.
14 Credit for qualified retirement savings contributions. Enter the smaller of line 10 or line 13 here and on Form 1040, line 50; or Form 1040A, line 32; or Form 1040NR, line 46	14	120.

*See Publication 590 for the amount to enter if you are filing Form 2555, 2555-EZ, or 4563 or you are excluding income from Puerto Rico.

SCHEDULE M
(Form 1040A or 1040)

Making Work Pay and Government Retiree Credits

OMB No. 1545-0074

2009

Department of the Treasury
Internal Revenue Service (99)

▶ **Attach to Form 1040A, 1040, or 1040NR.**

▶ **See separate instructions.**

Attachment
Sequence No. **166**

Name(s) shown on return

John & Jane Glen

Your social security number

555-44-7777

1 a Important: See the instructions if you can be claimed as someone else's dependent or are filing Form 1040NR. Check the 'No' box below and see the instructions if **(a)** you have a net loss from a business, **(b)** you received a taxable scholarship or fellowship grant not reported on a Form W-2, **(c)** your wages include pay for work performed while an inmate in a penal institution, **(d)** you received a pension or annuity from a nonqualified deferred compensation plan or a nongovernmental section 457 plan, or **(e)** you are filing Form 2555 or 2555-EZ.

Do you (and your spouse if filing jointly) have 2009 wages of more than \$6,451 (\$12,903 if married filing jointly)?

Yes. Skip lines 1a through 3. Enter \$400 (\$800 if married filing jointly) on line 4 and go to line 5.

No. Enter your earned income (see instructions) **1 a** |

b Nontaxable combat pay included on line 1a (see instructions) **1 b** |

2 Multiply line 1a by 6.2% (.062) **2** |

3 Enter \$400 (\$800) if married filing jointly **3** |

4 Enter the **smaller** of line 2 or line 3 (unless you checked 'Yes' on line 1a) **4** | 800.

5 Enter the amount from Form 1040, line 38*, or Form 1040A, line 22 **5** | 43,200.

6 Enter \$75,000 (\$150,000 if married filing jointly) **6** | 150,000.

7 Is the amount on line 5 more than the amount on line 6?

No. Skip line 8. Enter the amount from line 4 on line 9 below.

Yes. Subtract line 6 from line 5 **7** |

8 Multiply line 7 by 2% (.02) **8** |

9 Subtract line 8 from line 4. If zero or less, enter -0- **9** | 800.

10 Did you (or your spouse, if filing jointly) receive an economic recovery payment in 2009? You may have received this payment if you received social security benefits, supplemental security income, railroad retirement benefits, or veterans disability compensation or pension benefits (see instructions).

No. Enter -0- on line 10 and go to line 11.

Yes. Enter the total of the payments received by you (and your spouse, if filing jointly). Do not enter more than \$250 (\$500 if married filing jointly) **10** | 0.

11 Did you (or your spouse, if filing jointly) receive a pension or annuity in 2009 for services performed as an employee of the U.S. Government or any U.S. state or local government from work **not** covered by social security? Do not include any pension or annuity reported on Form W-2.

No. Enter -0- on line 11 and go to line 12.

Yes. • If you checked 'No' on line 10, enter \$250 (\$500 if married filing jointly and the answer on line 11 is 'Yes' for both spouses)
• If you checked 'Yes' on line 10, enter -0- (exception: enter \$250 if filing jointly and the spouse who received the pension or annuity did not receive an economic recovery payment described on line 10) **11** | 0.

12 Add lines 10 and 11 **12** | 0.

13 Subtract line 12 from line 9. If zero or less, enter -0- **13** | 800.

14 Making work pay and government retiree credits. Add lines 11 and 13. Enter the result here and on Form 1040, line 63, Form 1040A, line 40; or Form 1040NR, line 60 **14** | 800.

*If you are filing Form 2555, 2555-EZ, or 4563 or you are excluding income from Puerto Rico, see instructions.