Form **4549-A** (Rev. May 2008)

Department of the Treasury-Internal Revenue Service

Income Tax Discrepancy Adjustments

Name and Address of Taxpayer	Taxpayer Identification Number	Return Form No.:
	--	1040
	Person with whom examination changes were discussed.	**Name and Title:**

1. Adjustments to Income	**Period End** 12/31/2005	**Period End** 12/31/2006	**Period End** 12/31/2007
a. Sch C1 - Supplies	33,730.00		
b. Sch C1 - Legal and Professional Services	2,650.00		
c. SE AGI Adjustment	(2,059.00)		(405.00)
d. Sch C1 - All Expenses			5,744.00
e. Itemized Deductions			400.00
f.			
g.			
h.			
i.			
j.			
k.			
l.			
m.			
n.			
o.			
p.			
2. **Total Adjustments**	34,321.00	0.00	5,739.00
3. Taxable Income Per Return or as Previously Adjusted	3,478.00	20,917.00	10,447.00
4. **Corrected Taxable Income**	37,799.00	20,917.00	16,186.00
Tax Method	TAX TABLE	TAX TABLE	TAX TABLE
Filing Status	Joint	Joint	Joint
5. **Tax**	4,936.00	2,384.00	1,644.00
6. **Additional Taxes / Alternative Minimum**			
7. Corrected Tax Liability	4,936.00	2,384.00	1,644.00
8. **Less Credits** a. Settlement	2,864.00		
b. Child Tax Credit	1,000.00	323.00	
c. Education Credit		1,960.00	1,644.00
d. Retirement Savings Credit		101.00	
9. **Balance** *(Line 7 less total of Lines 8a thru 8d)*	1,072.00	0.00	0.00
10. Plus Other Taxes a. Self Employment Tax	4,117.00	2,439.00	2,746.00
b.			
c.			
d.			
11. Total Corrected Tax Liability *(Line 9 plus Lines 10a thru 10d)*	5,189.00	2,439.00	2,746.00
12. Total Tax Shown on Return or as Previously Adjusted	0.00	2,439.00	1,935.00
13. Adjustments to: a.			
b. Earned Income Credit	(1,591.00)		
c. Addnl Child Tax Credit	(652.00)	0.00	0.00
14. Deficiency-Increase in Tax or *(Overassessment - Decrease in Tax)* *(Line 11 less Line 12 adjusted by Lines 13a through 13c)*	7,432.00	0.00	811.00
15. Adjustments to Prepayment Credits-Increase *(Decrease)*			
16. Balance Due or (Overpayment) - *(Line 14 adjusted by Line 15)* *(Excluding interest and penalties)*	7,432.00	0.00	811.00