

2011 Business Tax Organizer Package

McNair & Associates, P.A.

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2011 Income Tax Return Organizer Package

How To Use This Organizer Package

Enclosed is a 2011 Tax Checklist that can easily be used as a reminder of the items you will need to gather for the completion of your 2011 income tax return. Please use the checklist as you assemble the important data needed for us to prepare your 2011 tax return. If you have a question as to whether or not something should be included on your return, just include the item with your records and we will review it as we prepare the return. We have found that this checklist will reduce the time you need to gather your information, as well as help you assure that you have assembled all of your important information that can effect your taxes.

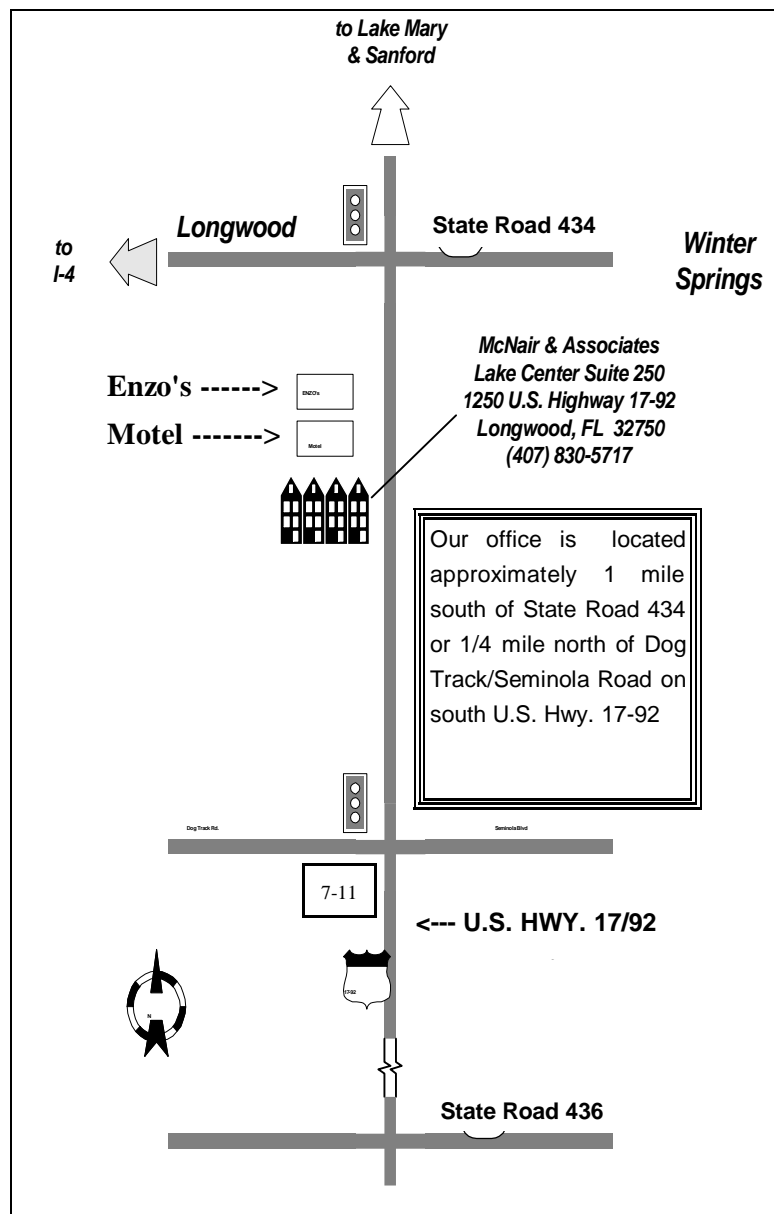
Appointments

If you would like to schedule an appointment, please call our office at (407) 830-5717. For your convenience evening and Saturday appointments are available. Of course, there are a limited number of Saturday and evenings, so appointments can fill up well in advance. We recommend that you schedule your appointment as soon as possible.

Tax Return Appointment:

Date:

Time:



McNair & Associates
Lake Center Suite 250
1250 U.S. Highway 17-92
Longwood, FL 32750
(407) 830-5717

Our office is located approximately 1 mile south of State Road 434 or 1/4 mile north of Dog Track/Seminola Road on south U.S. Hwy. 17-92

Map

This map has been included for your convenience in finding our office. Should you need additional directions or other information please do not hesitate to call us at (407) 830-5717 or email to mcnairassoc@cfl.rr.com.

Disclosure of Terms of Professional Engagement (In accordance with IRS Notice 2009-05)

We would like to thank you for the opportunity to prepare your income tax returns this year. As has always been the case, this process places responsibilities upon both of us as outlined in this letter. IRS Notice 2009-5 effective January 1, 2009 now requires disclosure to the taxpayer by your professional preparer of certain respective responsibilities.

Please read this letter carefully because it is important to both our firm and you that you understand what you can and cannot expect from our work. In other words, we want you to understand the legal and professional limitations in regards to the services you have asked us to perform. It is our responsibility to insure that the preparation be performed in accordance with the Statements on Standards for Tax Services as promulgated by the American Institute of Certified Public Accountants.

It is your responsibility to provide us with all of the information required to complete your tax return. The enclosed 2011 Organizer is designed to be a guide as to the types of information we need to prepare your returns. You may prefer to submit your information in a format other than the organizer. If this is the case, please use the organizer as a reference for the income and expense items that you will need to provide to us. We strongly recommend that you complete the questionnaire as well as using the organizer as a guide in submitting your 2011 tax documents. These simple steps will reduce the potential for you inadvertently omitting important information and hereby allow us to give you better service.

Since it may be necessary at some point to prove the accuracy and completeness of the returns to a taxing authority, you should retain all the documents relating to income and deductions. This includes, but is not limited to, your auto, travel, entertainment, home office, and related expenses and the required documents to support charitable contributions over \$250.

All of your original records will be returned to you. When records are returned to you, it is your responsibility to retain and protect your records for possible future use, including potential examination by any government or regulatory agencies. You should retain the tax records related to the current year's tax returns. In accordance with our company's current document retention policy, we will retain copies of the records, that you have supplied to us that we deem to be pertinent along with our work papers for your engagement, for a period of five years. After five years, our work papers and files will no longer be available. Physical deterioration or catastrophic events may shorten the time during which our records will be available. **Our firm's working papers which are excerpts, samples, selected copies and/or summaries of your original documents and cannot be considered as substitutes for your original records.**

It is also your responsibility to carefully examine and approve your completed tax returns before signing and mailing them to the tax authorities. Since the returns are prepared from information which you provided, the final responsibility for a complete and accurate tax return rests with you.

We will use professional judgment in resolving questions where the tax law is unclear, or where there may be conflicts between the taxing authorities' interpretations of the law and other supportable positions. Under current IRS regulations, tax preparers may use a "substantial authority" basis when resolving questions where the tax law is unclear, for the benefit of the client. We will not conduct an audit or financial review of the data you submit to us even though we may ask you to clarify or send us additional information or other required documents. Our work will not guarantee detection of fraud or theft, and does not include business consulting or tax planning services. However, you may separately contract these services.

We will rely, without further verification, upon information you provide to us from third parties including, but not limited to, W-2's, K-1's, 1099's, 1098's, receipts and similar items. If you feel this information may be wrong you will need to notify us and authorize us to examine this information in more detail. We are not responsible for the taxes, penalties and interest due to the disallowance of deductions that are doubtful or inadequately supported by your actual documentation.

As a general rule, we require that all information be provided to us no less than 21 days prior to the date when you expect us to deliver your tax return/s. Additionally, if the tax information provided is found to be incomplete, or if we require additional information to properly complete your return, the processing time for completion and delivery of your return will be greater.

Prior to the release of any tax returns or tax return information, all fees incurred to date are due and payable. For your added convenience, we accept Visa, Mastercard, and American Express credit cards. If you supply additional information after the tax return is completed, an additional charge will be levied to recompile your return.

We reserve the right to hold the completed returns until your account is paid in full. We reserve the right to terminate our engagement if we deem that you intentionally will not provide proper or sufficient documentation to substantiate information on the return. Upon termination of our engagement, you will be obligated to compensate us for all time expended, and to reimburse us for all of our out-of-pocket costs through the date of termination.

Having read and fully understood this Disclosure of Terms of Professional Engagement form, by forwarding your 2011 tax records you agree to engage McNair and Associates, P.A., in accordance with the terms indicated above and understand that the tax preparation fee does not include auditing, review, or any other verification of the information submitted. Additionally, you declare that the information that has been provided to McNair and Associates, P.A. is to the best of your knowledge is true, correct and complete.

Respectfully,

McNair and Associates, P.A.

McNair and Associates, P.A.
Certified Public Accountants
1250 S US Highway 17-92, Suite 250
Longwood, Florida 32750
PH: 407-830-5717

2011 BUSINESS INCOME TAX RETURN CHECKLIST

Below is a checklist of the information we need to complete your 2011 income tax return. We will use the following information as a starting point in calculating your taxes in compliance with current tax laws. Please read and complete this page, as appropriate, to help you organize your information. I

GENERAL INFORMATION

BUSINESS NAME: _____
OWNER NAME: _____
CORPORATION TYPE: _____
ADDRESS: _____ CITY: _____ STATE: _____ ZIP: _____
BUSINESS PHONE: _____ FAX: _____
EMAIL: _____

BUSINESS RECORDS

Please provide us with the following information so that we can prepare your corporate tax return:

- Either a BACK-UP copy or a copy of your master QuickBooks file. You may email this to mcnairassoc@cfl.rr.com (if less than 10 MB) or upload your file to our digital dropbox at <http://mcnairassocpa.com/ClientDropbox.html>, you can also find out more information by visiting that link. You may also provide us with your QuickBooks file via a FLASH DRIVE or, if you choose, you may instead send us a printout of the following items:
 - Profit and Loss Statements and Balance Sheet and/or year end General Ledger.
 - Detail listing of acquisition and disposition of capital purchases (fixed assets).
 - Documents concerning financial losses from hurricanes and/or other theft or other casualty losses.
- If you do not maintain your own set of books, we will need the following items:
 - Bank Statements or year end reconciliation for each bank account.
 - Year end summary of accounts receivable, accounts payable.
 - Detail listing of acquisition and disposition of capital purchases (fixed assets).
 - Physical inventory sheets for both beginning and ending inventory for the year.
 - Documents concerning financial losses from hurricanes and/or other theft or other casualty losses.
 - Details accounting for business income and expense for the tax year.

IMPORTANT NOTE: While we only need summary information for tax return preparation, the IRS requires that the business owner maintains records to "properly account" for assets, liabilities, revenues, and expenses. Because of the diverse nature of business activity, the actual type of records can vary. The following is a list of the business records that the IRS commonly requests during audits for their review. The length of time you should keep a document depends on the action, expense, or event the document records. For additional information on record retention, log onto www.irs.gov and using their keyword search window type the phrase "How long should I keep records".

- Journals - cash receipts, sales, purchase, etc.
- Accounts receivable, accounts payable and general ledger.
- Bank statements, canceled checks, deposit slips, money market accounts, certificates of deposits.
- Records of all other business activity (for example, loans, insurance proceeds, leases).
- Purchase invoices or closing statements for acquisition and disposition of capital purchases (fixed assets).
- Paid invoices and receipts to verify the expenses claimed.
- Copies of any payroll tax returns, information documents such as Forms 1099 and W-2s filed (for employees).
- Physical inventory sheets for both beginning and ending inventory for the year.