

LEWIS YOUNG ROBERTSON & BURNINGHAM, INC.  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2015 and 2014

Note 8 – Income Taxes

The provision (benefit) for income taxes consists of the following:

	<u>2015</u>	<u>2014</u>
Current	\$ 37,000	38,000
Deferred	<u>13,000</u>	<u>28,000</u>
	<u>\$ 50,000</u>	<u>66,000</u>

The provision (benefit) for income taxes is different from the amounts computed at federal statutory rates for the following reasons:

	<u>2015</u>	<u>2014</u>
Federal tax at statutory rates	\$ 32,000	55,000
State tax at statutory rates	5,000	7,000
Insurance	5,000	(1,000)
Meals and entertainment	6,000	5,000
Other	<u>2,000</u>	<u>-</u>
	<u>\$ 50,000</u>	<u>66,000</u>

Deferred tax assets (liabilities) consist of the following:

	<u>2015</u>	<u>2014</u>
Revenue and expense recognition	\$ (50,000)	(36,000)
Depreciation	(9,000)	(7,000)
Charitable contribution carryforward	<u>8,000</u>	<u>5,000</u>
	<u>\$ (51,000)</u>	<u>(38,000)</u>