

## Between the Lines: Tax Compliance

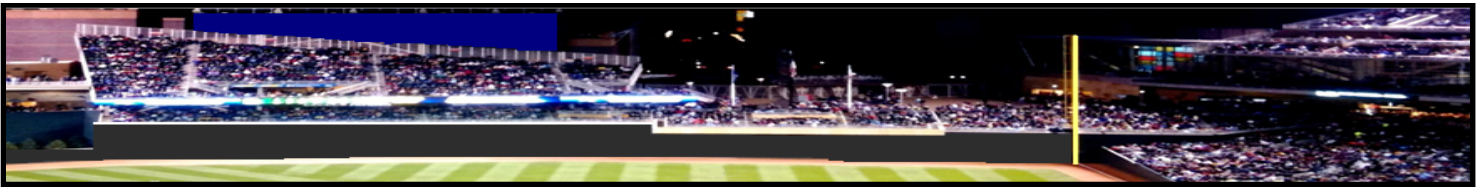
As a professional athlete it is important you have all the right resources in place so that you can keep your head in the game. Froehling Anderson has been doing just that for professional athletes and agents alike. Our tax and consulting services to professional athletes include:

- **Tax Return Filings:**
  - Compliance with federal, state, and local jurisdictions
- **Tax Planning:**
  - Maximizing after-tax cash by minimizing amount of taxed paid on signing bonuses
- **Multi-State Taxation:**
  - Filing Requirements and Residency Issues
- **Tax Controversy:**
  - Federal, state, and local examination assistance

### Frequently Asked Questions

In which states and cities do I need to file?	All the states you played in and some cities depending on local tax laws. (Excluding non-income tax states)
How do I establish residency?	It varies state by state, the main items to consider are: i. What state is your mail sent to? (It must be a physical address not a P.O. Box) ii. What state do your spouse/kids live in? iii. What state are you registered to vote in? iv. What state is your driver's license from?
In which state is my signing bonus taxable?	It depends on your contract. State laws vary so it is best to contact your Tax Advisor regarding your circumstances.
How can I maximize my tax deduction for the fees I pay to my agent?	If agent agrees, spread your agent fees over two tax years to save significant tax dollars.
What options are available for me to set aside money for retirement?	Contribute the maximum amount to your NFL 401K Plan or the like. Contribute the money you earn from endorsements and signings to a self-employed retirement plan.
What type of documentation and records should I be keeping to support my taxable income and my tax deductions?	See Deduction & Documentation Chart on page 2.





## Between The Lines: Deductions & Documentation

Is it Tax Deductible?	Yes	No	Necessary Supporting Documentation
Agent Fees	X		Invoices from Agent
Charitable Contributions	X		Receipts from church or other organization cash was donated to. Proof of donation must be something other than a cancelled check
Chiropractor / Massage Therapy	X		Receipts from Provider
Clubhouse Dues	X		Last Paystub
Dependent Children	X		Names, Birth Date and Social Security Number
Energy Efficient Home Remodeling	X		Receipts/Invoices
Home Mortgage & Home Equity Interest	X		Form 1098
Investment Advisor Fees	X		Invoices from Advisor
Investment Interest	X		Brokerage Statement i.e. Charles Schwab, Fidelity
Legal Fees	X		Invoices from Attorney
Local, City and State Income Taxes	X		W-2 (required), Last Paystub (beneficial)
Moving Expenses	X		Receipts from Moving Van Rental, Recorded Mileage, Lodging and Meal Receipts
Real Estate Taxes(Property)	X		Tax Statement Produced by Local Government or 1098 if Taxes are Paid by Escrow
Sales Tax	X		Receipts for Large Purchase Items (Beneficial to Individuals who Live in Non-Income Tax States, i.e. Florida, Texas, Tennessee)
Spousal Maintenance	X		Divorce Decree Stating Amount of Maintenance to be Paid During the Year
Supplements	X		Receipts
Tax Preparation Fees	X		Invoices from Accountant
Temporary Living Expenses	X		Monthly Bills, Rents Paid, etc.
Training Equipment	X		Receipts
Training Fees	X		Invoices from Trainer
Travel Expenses Unreimbursed by Team	X		Receipts, Invoices, Mileage, as well as Purpose of Travel(i.e. to/from training camp)
Travel, Commissions, Mileage, Meals and Lodging Related to Endorsement Deals	X		Receipts and Notes and Related Endorsements
Union and Professional Dues	X		Last Paystub or Acknowledgement from Union
Vehicle Registration Tax	X		Receipt
Cars and car maintenance		X	N/A
Cell Phones		X	N/A
Child Support		X	N/A
Clothing		X	N/A
Coaches Fines		X	N/A
Electronics		X	N/A
Furniture		X	N/A
Gifts		X	N/A
Jewelry		X	N/A
Non Energy Efficient Home Remodeling		X	N/A
Tickets to Events for Friends and Family		X	N/A
Vacations		X	N/A

\*Items listed above may include special situations that may change the deductibility. Business expenses may be limited to a reasonable amount. Be sure to contact your tax professional with specific questions.

