

PROFORMA INCOME STATEMENT

PRACTICE #IN-1349

**Office closed 3 1/2 months due to Covid in 2020*

	2020 S Corp	Adjustments	Proforma
Gross Receipts	325,389		325,389
Net Receipts	325,389		325,389
Expenses:			
Accounting	590		590
Advertising	736		736
Amortization ¹	11,333	(11,333)	0
Automobile ²	1,575	(1,575)	0
Bank Charges	192		192
Computer Expenses	6,841		6,841
Credit Card Fees	2,724		2,724
Dental Supplies	35,554		35,554
Depreciation ³	14,980	(14,980)	0
Dues & Subscriptions ⁴	4,840	(2,000)	2,840
Gifts ⁵	412	(412)	0
Insurance	10,193		10,193
Interest Expense ⁶	33,190	(33,190)	0
Laboratory	21,088		21,088
Laundry & Cleaning	114		114
Licenses & Permits	1,058		1,058
Meals ⁷	29	(29)	0
Office Expense	11,662		11,662
Postage	142		142
Rent ⁸	36,900	(17,916)	18,984
Repairs & Maintenance	334		334
Salaries & Wages	104,734		104,734
Salary-Officer ⁹	72,150	(72,150)	0
Security	1,112		1,112
Taxes & Licenses ¹⁰	19,758	(7,200)	12,558
Telephone	3,863		3,863
Training & Seminars	21		21
Utilities	5,264		5,264
Waste - Medical	212		212
TOTAL EXPENSES	401,601		
TOTAL ADJUSTMENTS		(160,785)	
TOTAL ADJUSTED EXPENSES			240,816
NET PROFIT	(76,212)		84,573
ADJUSTED NET PROFIT			84,573

NOTES

- 1.) Amortization: Considered a non-cash expense.
- 2.) Automobile: Considered of personal benefit to the owner.
- 3.) Depreciation: Considered a non-cash expense.
- 4.) Dues & Subscriptions: Adjustment considered of personal benefit to the owner.
- 5.) Gifts: Considered of personal benefit to the owner.
- 6.) Interest Expense: Assume Debt-Free. A new doctor will have his/her own debt structure as it pertains to the purchase of the practice.
- 7.) Meals: Considered of personal benefit to the owner.
- 8.) Rent: Seller owns building. Adjustment reflects annual mortgage payment new Owner would expect to pay with purchase price of \$395,000 with 20% down, amortized for 25 yrs @ 3.5%. The monthly payment would be approximately \$1,581.97
- 9.) Salary-Officer: Considered of personal benefit to the owner.
- 10.) Taxes & Licenses: Adjusted Officer's estimated payroll taxes, considered personal benefit..

****Above data has not been audited by Western Practice Sales.**

It is the Buyer's responsibility to verify if information is true and correct.