



FLIGHT TAX SYSTEMS

A DIVISION OF AVIATION CPAs

FLIGHT TAX SYSTEMS (FTS) - FOR FRACTIONAL AIRCRAFT

Flight Tax Systems (FTS) is a web-based software application designed by aviation and aircraft tax experts to assist owners, operators and tax professionals with tracking the tax-related activities of their aircraft.



FRACTIONAL AIRCRAFT REPORTING

- Stand-alone fractional aircraft reporting, or fractional aircraft in company fleet
- Setup is by fractional management company (such as NetJet, FlightOptions, PlaneSense, etc.)
- Flight input screen lists all available aircraft in fleet
- Fleet list allows client to select substitute aircraft
- Default aircraft is client's program aircraft

SIMPLE "INPUT-ONCE" FLIGHT ENTRY SYSTEM

- Flight Entry Screen organized for rapid and simple entry of flight information
- Select aircraft, enter dates, airport-pairs, passengers, flight classification, and purpose of flight
- More than 30,000 world-wide airports in database
- Employee and passenger entry screen to add their data
- Select Business, NBNE, Entertainment, Business Entertainment or Commuting classification for each passenger
- Control person or specified individual need not be on board
- Allows for flight reimbursement, such as Timesharing and Schwab Reinterpretation
- Flight log tracks flights
- Resembles pilot's log book
- Sort flights in ascending or descending order
- Export to Excel capability for all available reports

FEDERAL MODULE

- SIFL Calculations
- Entertainment Cost Disallowance (meets final regulations issued August 1, 2012)
- Primary Purpose Reporting (for individually-owned aircraft)
- Complies all information required by IRS regulations to substantiate business use

STANDARD INDUSTRY FARE LEVEL (SIFL) REPORTING

- Calculates point-to-point SIFL distances
- Applies control and non-control employee rates
- Automatically detects 50% seating capacity
- Meets spousal-travel rules
- Recognizes children under 2 years of age
- Includes +7 day international business flight rules
- Bona fide security plan reporting available

Report Name: Employee SIFL Report															Owner: Demo - Fractional				View Report Options							
Employee: Howard Boss															Employee Type: (Control)											
Date Range: 12/12/2009 - 12/31/2009																										
Date	Aircraft	Flight #	Leg #	From	To	Statute Miles	Bus Pax	NBNE Pax	NBNE Pax	Commuter Pax	Pre-Paid Pax	0-500 Miles	501-1500 Miles	1500+ Miles	Subtotal	Factor	Subtotal	Term Charge	Subtotal	NBNE SIFL	Inf SIFL	Ent SIFL	Total SIFL	Reimbursed	Notes	
12/12/2009	NetJets (Demo Frac)	100	1	KBUR	KATL	1,936.7	3	0	0	0	0	...	...	...	...	...	...	...	...	...	...	...	...	...	...
12/13/2009	NetJets (Demo Frac)	100	2	KATL	KAD	533.8	3	0	0	1	0	533.8	116.55	6.00	0.00	122.55	300%	367.65	42.62	410.27	0.00	0.00	410.27	0.00	410.27	0.00
12/23/2009	NetJets (Demo Frac)	101	1	KMIA	KASE	1,795.0	0	0	0	2	0	1,795.0	116.55	177.80	50.41	344.76	300%	1,034.38	42.62	1,076.90	0.00	0.00	2,153.80	0.00	2,153.80	0.00
12/26/2009	NetJets (Demo Frac)	101	2	KASE	KMIA	1,795.0	0	0	2	0	0	1,795.0	116.55	177.80	50.41	344.76	300%	1,034.38	42.62	1,076.90	0.00	0.00	2,153.80	0.00	2,153.80	0.00
Totals:						4 Flights	6,060.5	6	0	0	5	0	0	0	0	0	0	0	0	0	0.00	0.00	4,717.87	0.00	4,717.87	0.00

COST DISALLOWANCE REPORTING

- Conforms to final regulations effective beginning August 1, 2012
- Calculates disallowance under all four methods:
 - Occupied Seat Miles
 - Occupied Seat Hours
 - Flight-By-Flight Miles
 - Flight-By-Flight Hours
- Deadhead flight reporting
- Timeshare flights
- Separate reporting treatment for employees vs. non-employees
- Schwab flights

Date	Aircraft	Flight Leg	From	To	Statute Miles	Seat Miles Calculation										Flight-By-Flight Calculation										
						Bus Pax	NBNE Pax	NBNE Pax	Commuter Pax	Pre-Paid Pax	0-500 Miles	501-1500 Miles	1500+ Miles	Subtotal	Factor	Subtotal	Term Charge	Subtotal	NBNE SIFL	Inf SIFL	Ent SIFL	Total SIFL	Reimbursed	Notes		
12/12/2009	NetJets (Demo Frac)	100	1	KBUR	KATL	1,936.7	3	0	0	0	0	...	...	...	...	...	...	...	...	...	...	...	...	...	...
12/13/2009	NetJets (Demo Frac)	100	2	KATL	KAD	533.8	3	0	0	1	0	533.8	116.55	6.00	0.00	122.55	300%	367.65	42.62	410.27	0.00	0.00	410.27	0.00	410.27	0.00
12/23/2009	NetJets (Demo Frac)	101	1	KMIA	KASE	1,795.0	0	0	0	2	0	1,795.0	116.55	177.80	50.41	344.76	300%	1,034.38	42.62	1,076.90	0.00	0.00	2,153.80	0.00	2,153.80	0.00
12/26/2009	NetJets (Demo Frac)	101	2	KASE	KMIA	1,795.0	0	0	2	0	0	1,795.0	116.55	177.80	50.41	344.76	300%	1,034.38	42.62	1,076.90	0.00	0.00	2,153.80	0.00	2,153.80	0.00
Total:						4 Flights	6,060.5	6	0	0	5	0	0	0	0	0	0	0	0	0	0.00	0.00	4,717.87	0.00	4,717.87	0.00

DATA IMPORT FEATURE

- Data import feature allows data to be imported in from a CSV file
- Upload files from your scheduler software or Excel spreadsheet
- Easy upload process with step by step instructions
- Save data entry time and reduce errors from manual entries

COST CENTER REPORTING

- Users assign a cost per hour to each aircraft
- Cost centers are added, and costs may be assigned per flight leg
- Users define the centers; cost centers may be described as departments, divisions, projects, etc.
- Supports unlimited cost centers

Report Name: Audit Report															Owner: Demo - Fractional				View Report Options	
Employee: Howard Boss															Employee Type: (Control)					
Date Range: 12/12/2009 - 12/31/2009																				
Date	Aircraft	Flight #	Leg #	Depart	Arrive	Hours	Miles	Bus Pax	NBNE Pax	NBNE Pax	Commuter Pax	Total Pax	Total Reimbursed	Total SIFL	Purpose of Flight					
12/12/2009	NetJets (Demo Frac)	100	1	KBUR	KATL	1.5	1,936.7	3	0	0	0	3	0.00	0.00	Business trip to Atlanta for sales meeting					
12/13/2009	NetJets (Demo Frac)	100	2	KATL	KAD	1.0	533.8	3	0	0	1	1.0	410.27	0.00	Business trip to Washington for board meeting. Mrs. Boss attends for entertainment.					
12/23/2009	NetJets (Demo Frac)	101	1	KMIA	KASE	4.0	1,795.0	0	0	2	2.0	2,153.80	0.00	Personal Holiday Trip						
12/26/2009	NetJets (Demo Frac)	101	2	KASE	KMIA	4.0	1,795.0	0	0	2	2.0	2,153.80	0.00	Personal Holiday Trip						
Totals:						4 Flights	10.9	6,060.5	6	0	5	0	4,717.87	0.00						

Flights	Category	Miles	%	Hours	%
4	Fractional Passenger	6,060.5	100.0	10.9	100.0
				4 Flights	10.9

Employee	SIFL Amount	Adjustments	Net SIFL	Reimbursement	Reportable SIFL
Howard Boss	4,717.87	0.00	4,717.87	0.00	4,717.87
Totals:	4,717.87	0.00	4,717.87	0.00	4,717.87