



# B & D Bookkeeping LLC

## Florida 1099 Contractor Course Materials

Self-paced educational materials designed to help Florida independent contractors understand income, expenses, and tax responsibilities with confidence.

## Module 1: Understanding 1099 Income

Form 1099-NEC reports payments made to independent contractors. Taxes are not withheld, so contractors must report all income and pay applicable taxes.

- All 1099 income must be reported
- Income is taxable even if no form is received
- Keep records of all payments

## Module 2: Business Expenses & Net Profit

Only net profit is taxable. Tracking ordinary and necessary business expenses helps lower overall taxes.

Common Deductible Expenses
Vehicle & Mileage
Supplies & Equipment
Phone & Internet (Business Portion)
Insurance
Software & Subscriptions
Advertising & Marketing

## Module 3: Self-Employment Tax Explained

Self-employment tax covers Social Security and Medicare and is calculated at 15.3% of 92.35% of net profit. One-half of this tax is deductible.

Many contractors owe taxes even when income tax is \$0. Self-employment tax still applies.

## Module 4: Quarterly Estimated Payments

If you expect to owe \$1,000 or more in taxes, the IRS requires quarterly estimated payments to avoid penalties.

Due Dates: April 15 • June 15 • September 15 • January 15

## Module 5: Florida Contractor Rules

Florida has no state income tax, but federal income and self-employment taxes still apply.

- Local Business Tax Receipts may be required
- Federal tax rules still apply
- Good recordkeeping is essential

## Next Steps

Use the provided trackers and checklists to stay organized. If you want hands-off support, B & D Bookkeeping LLC offers professional bookkeeping services.