

GLOSSARY



Business Tax Foundations

With Michael McDonald

Use these terms and definitions below to understand concepts taught in the course.

Transcript Search: note that you can search for terms directly within the course. To search video text, switch to the *Transcripts* tab, then press Cmd/Ctrl + F on your keyboard to run a search within the active transcript.

Term	Definition
EFTPS	Electronic Federal Tax Payment System; an online system for paying payroll taxes to the IRS
EIN	Employer Identification Number; a number issued by the IRS in lieu of business owners having to use their Social Security number and open a business banking account
estimated tax	Tax paid quarterly based on estimated annual tax liability
FUTA	A tax paid quarterly to the IRS by businesses that have employees, although at a far lower rate than state unemployment insurance tax
Schedule C	A tax form appended to an individual's Form 1040 that reports income and losses for a business the individual owns
SUTA (also known as SUI)	A tax paid quarterly to the state by businesses that have employees, which is determined by the base level that varies from state to state