

Name \_\_\_\_\_

## Mastering Self-Employment Taxes: A Guide for Independent Contractors and Freelancers

### Multiple Choice Questions

1. What is the primary responsibility of independent contractors and freelancers when it comes to taxes?
  - A) Having taxes automatically withheld from their income
  - B) Paying their own taxes
  - C) Avoiding taxes altogether
  - D) Getting tax refunds at the end of the year
  
2. What are the two main components of self-employment taxes?
  - A) Income tax and property tax
  - B) Social Security tax and Medicare tax
  - C) Sales tax and excise tax
  - D) State tax and federal tax
  
3. Who pays both the employer and employee portions of Social Security and Medicare taxes for self-employment income?
  - A) Only the employer
  - B) Only the employee
  - C) Both the employer and the employee
  - D) Neither the employer nor the employee
  
4. How is net earnings for self-employment calculated?
  - A) By subtracting business expenses from total self-employment income
  - B) By adding business expenses to total self-employment income
  - C) By dividing total self-employment income by two
  - D) By ignoring business expenses
  
5. What is the purpose of making estimated quarterly tax payments for self-employed individuals?
  - A) To get a tax refund
  - B) To avoid paying any taxes
  - C) To pay taxes once a year
  - D) To distribute tax payments throughout the year

