**JOSHUA JENSON, CPA** 

Practicing CPA
CPA Firm Founder
National Speaker
Tax & CPE Instructor
2x Author
YouTuber





### JJ THE CPA CPE

Presents

## FEDERAL INDIVIDUAL TAX UPDATE



SUBSCRIBE TO MY YOUTUBE CHANNEL "JI THE CPA"

OVER 76,000 SUBSCRIBERS, OVER 6.2 MILLION VIEWS



### Joshua Jenson, CPA aka "JJ THE CPA"

JJ has over 28 years of public accounting experience in the area of tax, specializing in LLC, partnership, S corporation, and related individual tax matters. He still practices in the trenches in the CPA firm he founded over 24 years ago.

JJ THE CPA has traveled to over 50 cities, presenting tax courses to thousands of fellow CPAs covering the latest tax laws and strategies.

JJ the CPA has over 75,000 SUBSCRIBERS and over 6.2 million views on his YouTube channel "JJ THE CPA," and is heavily represented on social media, with daily postings, including daily videos released on everything dealing with money. Search #JJTHECPA to find him ON ANY SOCIAL MEDIA PLATFORM.

JJ has authored 2 books available on Amazon, "JJ THE CPA HERE!" AND "CRACKING THE CPA CODE." THE FIRST BOOK reveals the top 60 questions from his clients, and his solutions, over his 28 years in practice covering issues related to banking, business structure, insurance, and taxes. THE SECOND BOOK PROVIDES THE SECRET OF HOW TO GET REFERRALS FROM CPA's.

Joshua Jenson is a licensed CPA in Oklahoma and Texas, and a member of the American Institute of CPAs and Oklahoma Society of CPAs.

JJ served as the past Chairperson of the OSCPA Educational Foundation and was named CPA of the year by his CPA peers. Joshua is a 1993 graduate of Abilene Christian University where he earned is accounting degree.

Joshua is also a licensed insurance professional specializing in life insurance, both permanent and term, as well as disability income insurance. He has own insurance practice, Jenson Insurance.



### DISCLAIMER OF THE OBVIOUS OF THIS WEBINAR, MATERIALS & DOCUMENTS PROVIDED ANY INFORMATION IN THIS WEBINAR IS INTENDED FOR INFORMATIONAL PURPOSES ONLY

DISCLAIMER APPLICABLE TO ALL INFORMATION CONTAINED IN THIS WEBINAR, APPLICABLE TO ALL MATERIALS AND ANYTHING STATED.

I AM A CPA, BUT I AM NOT YOUR CPA UNLESS YOU'VE SIGNED A WRITTEN ENGAGEMENT LETTER WITH MY PRACTICE THAT I HAVE ALSO ACCEPTED AND SIGNED, AND YOU HAVE PAID MY PRACTICE A FEE THAT HAS BEEN ACCEPTED AS A FEE FOR WRITTEN ENGAGED SERVICES. YOUR VIEW OF THIS INFORMATION AND ANY INTERACTION WE MAY HAVE DOES NOT CONSTITUTE A PROFESSIONAL RELATIONSHIP IN ANY MANNER OR CAUSE ME TO BE CONSIDERED YOUR CPA OR ANY TYPE OF ADVISER. YOU HAVE NOT RETAINED ME OR MY CPA FIRM'S SERVICES AND ANY FEE PAID ORIGINALLY IS ONLY TO ATTEND THE WEBINARS AND RECEIVE THE APPLICABLE MATERIALS. YOU MUST CONSULT WITH YOUR OWN TAX ADVISER AND LEGAL COUNSEL BEFORE YOU ACT. I AM SPECIFICALLY TELLING YOU, DO NOT RELY ON ANY ADVICE YOU BELIEVE I HAVE PROVIDED, BUT USE IT AS A GUIDE ON HOW TO FOLLOW UP AND INTERACT WITH YOUR OWN QUALIFIED ADVISERS AS I AM SIMPLY PROVIDING INFORMATION TO POINT YOU IN A DIRECTION THAT ONLY LEADS THEM TO SEEK ADVICE FROM THEIR QUALIFIED ADVISER(S) BEFORE IMPLEMENTING ANYTHING OR ACTING. ANY INFORMATION IN THIS WEBINAR IS INTENDED FOR INFORMATIONAL PURPOSES ONLY AND MUST NEVER BE CONSIDERED A SUBSTITUTE FOR ADVICE PROVIDED BY YOUR TAX ADVISER. ATTORNEY OR OTHER APPLICABLE ADVISERS AS THE INFORMATION IN THIS WEBINAR DOES NOT CONSTITUTE ADVICE WHATSOEVER, WHETHER TAX, LEGAL, FINANCIAL OR OTHERWISE. UNDER NO CIRCUMSTANCES WILL I BE RESPONSIBLE FOR OR LIABLE IN ANY WAY FOR ANY CONTENT, INCLUDING BUT NOT LIMITED TO, ANY ERRORS, ACCURACY, MISUNDERSTANDINGS OR OMISSIONS IN ANY CONTENT, MATERIALS OR DOCUMENTS PROVIDED. THIS WEBINAR IS ONLY EFFECTIVE AS OF THE DATE LISTED BELOW, EVEN IF YOU ASSUMED A LATER DATE. I WILL NOT BE ABLE TO INFORM YOU OF ANY CHANGES TO ANY OF THE INFORMATION AFTER THE DATE LISTED BELOW. I ACCEPT NO RESPONSIBILITY TO DELETE, UPDATE, CHANGE OR OTHERWISE CORRECT ANY INFORMATION PROVIDED IN THIS WEBINAR, WHETHER, PAST, PRESENT OR FUTURE, OR PROVIDE SUCH NOTICES OF THESE ACTIONS. THERE ARE NO REPRESENTATIONS OF ANY KIND CONCERNING THE ACCURACY OR SUITABILITY OF THE INFORMATION CONTAINED IN THIS WEBINAR. THE IRS DICTATES THAT UNDER CIRCULAR 230 YOU CANNOT RELY ON THE INFORMATION IN THE WEBINAR OR INCLUDED IN ANY MATERIALS, DOCUMENTS OR LINKS PROVIDED TO REDUCE DOWN YOUR PENALTIES. THIS IS NOT ADVICE. THIS IS FOR INFORMATIONAL PURPOSES ONLY. I SHALL NOT BE LIABLE FOR ANY DIRECT, INCIDENTAL, SPECIAL, CONSEQUENTIAL, INDIRECT, PUNITIVE, ANY LOSS OF PROFITS OR REVENUES, ASSESSMENT OR COST OF TAX, PENALTIES, INTEREST WHETHER INCURRED DIRECTLY OF INDIRECTLY, AND ANY OTHER DAMAGES ARISING OUT OF ACCESS TO OR USE OF ANY INFORMATION AND CONTENT AVAILABLE ON THIS WEBINAR OR LINKS, REGARDLESS OF YOUR UNDERSTANDING, SUITABILITY, THE ACCURACY OR COMPLETENESS OF ANY SUCH CONTENT. I DISCLAIM ANY CONTROL OVER, RELATIONSHIP WITH, OR ENDORSEMENT OF VIEWS EXPRESSED BY ANYTHING PROVIDED BY A LINK, IT'S ADVERTISERS AND/OR OTHER USERS, AS LINKED ARE PROVIDED ONLY AS A CONVENIENCE. AND I SHALL NOT BE RESPONSIBLE FOR ANYTHING PROVIDED BY SUCH PERSONS OR ENTITIES IN OR BY ANY LINK.

#### Thank you for signing up for this CPE

Program Title: Federal Individual Tax Update

3 CPE credits, Field of Study: Taxes,

Delivery Method: Group Internet Based - Delivered by Zoom

YOU MUST ATTEND DURING THE LIVE PRESENTATION AND SUBMIT THE REQUIRED "ATTENDANCE FORM" BY EMAIL TO help@jjthecpacpe.com WITHIN 48 HOURS TO RECEIVE CPE CREDIT

<u>Dates of Program:</u> You received a Zoom link to your signed up time

Thursday, November 18, 2021 @ 2:00 pm cst

Friday, December 3, 2021 @ 2:00 pm cst

Friday, December 17, 2021 @ 10:00 am cst









CLICK HERE for the required Attendance Form to submit within 48 hours after seminar ends

The Zoom link to live seminar at the date and time you signed up for was provided in the email you immediately received after paying for this seminar. That email contains your Zoom link.

**CLICK HERE** for the **course materials** for this seminar, available 30 minutes before the seminar starts

CLICK HERE for the course Evaluation Form

CLICK HERE to email the Attendance Form & Evaluation Form within 48 hours after seminar ends to help@jjthecpacpe.com

**CLICK HERE** to again see the **course description**, objectives and other details presented before you signed up

CLICK HERE for "Attendance Form" details and how to prepare it

#### STEPS TO ENSURE YOU EARN YOUR CPE FOR THIS COURSE

- 1. Print out the Attendance Form and Evaluation Form before the seminar begins
- Log into the Zoom meeting up to 30 minutes before the seminar begins with the link provided, and ensure you are in attendance in the Zoom meeting
- 3. Attend the entire seminar live, following along with the course materials provided
- 4. During the seminar be listening for the instructor to state four (4) words for every fifty minutes of CPE credit hour and write them on the Attendance Form
- 5. When the seminar is over, fully complete the Attendance Form and Evaluation Form
- 6. Within 48 hours, scan and email the completed Attendance Form and Evaluation Form to help@jjthecpacpe.com
- 7. Obtain and retain your CPE certificate of completion which will be emailed to you at the same address you sent the Attend Form from; within approximately 3 business days of you submitting the Attendance Form

#### How to Prove Your Attendance During the LIVE presentation to obtain CPE credit:

- You must complete and submit the "Attendance Form" with the required words stated by the instructor during the
  presentation within 48 hours after the completion of the seminar to prove your attendance during the live
  presentation of the seminar.
- There will be 4 words stated for each fifty minutes of CPE credit provided.
- You must submit by email the Attendance Form with at least 70% of the words written on that form to prove your attendance, earn your CPE credit, receive CPE credit and obtain the CPE certificate of completion.

Where to email the required "Attendance Form" to prove your attendance to obtain CPE credit: help@jjthecpacpe.com

# 4 WORDS WILL BE VERBALLY SPOKEN EACH CPE CREDIT HOUR

PLEASE NOTE

TO OBATIAN YOUR CPE TODAY, YOU MUST EMAIL THE "ATTENDANCE FORM" PROPERLY COMPLETED & SIGNED WITHIN 48 HOURS FROM WHEN THE SEMINAR ENDS WITH AT LEAST 70% OF THE WORDS PROVIDED TODAY TO OBTAIN CPE CREDIT

HELP@JJTHECPACPE.COM

THE WORDS ARE DIFFERENT WITH EACH PRESENTATION. IF YOU ARE RE-WATCHING THIS ON VIDEO, THE WORDS HAVE CHANGED AS PRESENTED IN FUTURE LIVE PRESENTATIONS. CPE CAN ONLY BE OBTAINED BY LIVE ATTENDANCE.

HEARING THE WORDS ON A VIDEO RE-PLAY WILL NOT PROVIDE YOU ANY CPE CREDIT. YOU WILL NOT GET THE VIDEO REPLAY UNTIL AFTER 48 HOURS FROM WHEN THE SEMINAR ENDS. YOU MUST SUBMIT YOUR ATTENDANCE FORM WITHIN 48 HOURS. THEREFORE, IT WILL NOT BE POSSIBLE TO GET WORDS OR USE WORDS FROM A VIDEO RE-PLAY (RE-WATCH) TO GET ANY CPE CREDT.

11/18/2021

### IF YOU ARE RE-WATCHING THIS SEMINAR ON VIDEO, YOU CAN IGNORE ANYTHING ABOUT EARNING CPE

THE WORDS ARE DIFFERENT WITH EACH PRESENTATION. IF YOU ARE REWATCHING THIS ON VIDEO, THE WORDS HAVE CHANGED AS PRESENTED IN FUTURE LIVE PRESENTATIONS. CPE CAN ONLY BE OBTAINED BY LIVE ATTENDANCE.

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#### JJ THE CPA



48 HOURS



## ATTENDANCE FORM SUBMISSION WITHIN 48 HOURS IS REQUIRED TO OBTAIN CPE

Email to help@jjthecpacpe.com

#### ATTENDANCE FORM

SUBMISSION WITHIN 48 HOURS IS REQUIRED TO OBTAIN CPE
Email to help@jjthecpacpe.com

This form proves you attended the course during the live presentation
YOU MUST ATTEND DURING THE LIVE PRESENTATION
AND SUBMIT BY EMAIL THIS REQUIRED "ATTENDANCE FORM"
WITHIN 48 HOURS TO RECEIVE CPE CREDIT.
YOU WILL NOT RECEIVE CPE CREDIT WITHOUT SUBMITTING THIS FORM

Participants Name: JOSHUA JENSON

Program Title: FEDERAL INDIVIDUAL TAX UPDATE

Program instructor: Joshua Jenson, CPA

Program Data: 11/18/2021

Write the number of whole CPE credit hours you earned for each fifty minutes your attended 3

Words presented by the instructor during the live seminar: NOTE: There are 4 words stated by the instructor for each fifty minutes of CPE credit hour presented. You must submit at least 70% of the words to receive full credit for each hour of CPE presented. Only full credit hours issued.

1. WORD

5. <u>WORD</u>

WORD

2. WORD

6. <u>WORD</u> WORD 10. WORD

3. VVORL

WORD

11. WORD

12. WORD

My signature below indicates I attended the seminar during the live presentation and the number of CPE credit hours listed above is true and correct.

Signature of participant

Signature

This form proves you attended the course during the live presentation

YOU MUST ATTEND DURING THE LIVE
PRESENTATION
AND SUBMIT BY EMAIL THIS REQUIRED

"ATTENDANCE FORM"
WITHIN 48 HOURS TO RECEIVE CPE CREDIT.

YOU WILL NOT RECEIVE CPE CREDIT WITHOUT SUBMITTING THIS FORM



#### AS SEEN ON THE WEBPAGE

**CLICK HERE** for "Attendance Form" details and how to prepare it

**CLICK HERE** for the required **Attendance Form** to submit *within 48 hours after seminar ends* 

#### When can I re-watch the seminar?

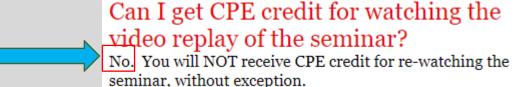
Approximately 48 hours has passed (after the seminar has ended) you will emailed a link to re-watch the seminar for 30 days. You will NOT receive CPE credit for re-watching the seminar.

#### Live Attendance is Required to Earn CPE Credits for this Course

This is a live format, and requires your attendance during the time designated. **CLICK HERE** for more information.

### When will I get my CPE certificate of completion?

Within 3 business days of you submitting the Attendance Form with the required words to help@jjthecpacpe.com.



CLICK HERE for additional



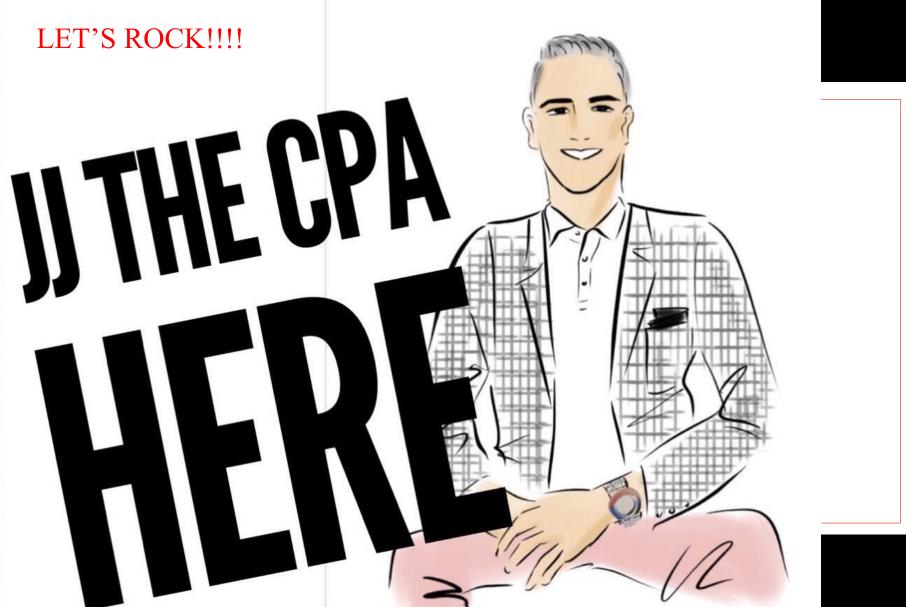
FREQUENTLY ASKED QUESTIONS

### How long do I have to re-watch the seminar?

You will be able to re-watch the seminar for 30 days, however, you will ONLY be able to receive CPE credits for your LIVE attendance to this seminar during the designated time. 11/18/2021

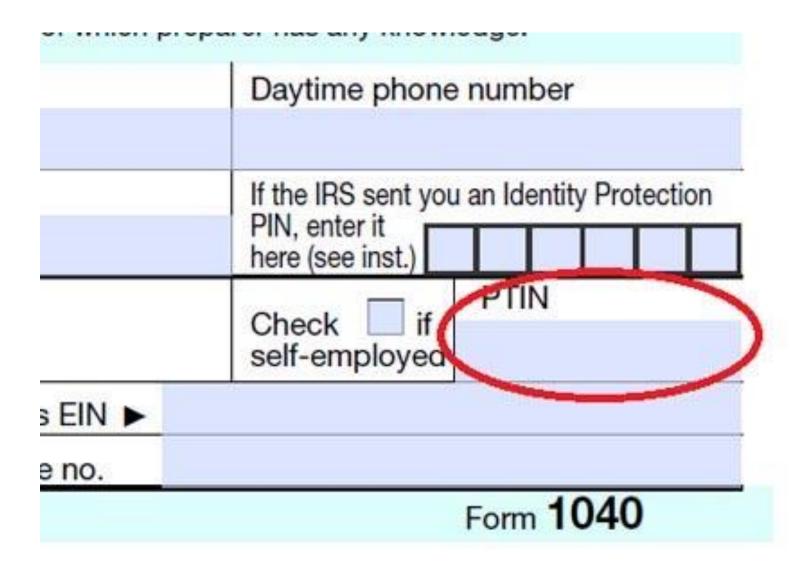
# IF YOU ARE NOT WANTING TO EARN CPE CREDIT, YOU DO NOT HAVE TO WRITE DOWN THE WORDS, OR EMAIL THE ATTENDANCE FORM.

THANK YOU!



www.JJth INFORMAT

11/18/2021



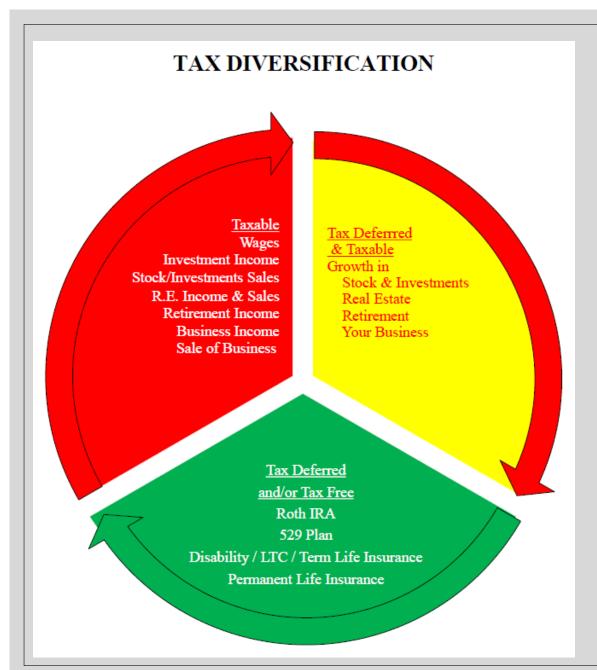
OBTAIN OR RENEW AT www.IRS.gov

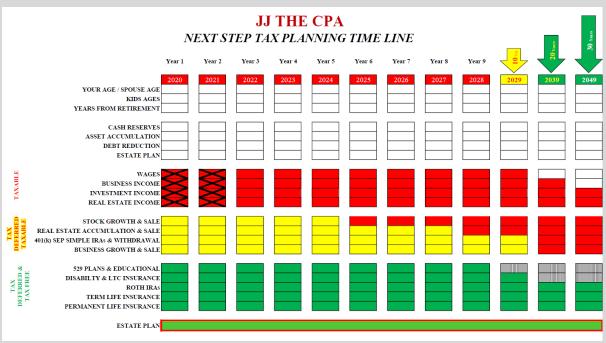
# ATTENTION TAX PROS & THEIR STAFF

#### **DON'T FORGET**

#### DO NOW!

ALL THOSE HANDLING TAX
DOCUMENTATION IS
REQUIRED TO OBTAIN A
"PTIN." IT IS NOT JUST FOR
THE TAX RETURN
PREPARERS







www.JJiheCPA.com DO NOT ACT WITHOUT YOUR ADVISER'S ADVICE & RECOMMENDATION [ALL INFORMATIONAL PURPOSES ONLY] SEE DISCLAIMER ON PAGE 3. THANKSJ

TAX LAW ANY DAY CHANGES ARE IMMINENT FOR INCREASES, **MOST LIKELY** STARTING NOW, THIS YEAR... RETROS



### OUR JOB IS TO SEE THE FINE PRINT DON'T GET CAUGHT WATCHING THE PAINT DRY

### CAPITAL GAINS TAX RATE INCREASES

#### MAJOR PLANNING CONSIDERATIONS

- WHAZ
   AR TAX BRACKET IS THE IN?
  - THE CAPITAL GA
- D W?

  - CAR
  - OFFSET
  - WASH
- DOES
- •
- CATES A
  - RATES FOR REAL ESTA
- EFFECTION DATE OF THE INCREASE
  - CURRENTLY SEPTEMBER 13, 2021



LLECTIBLES



### ESTATE TAX CHANGES?

### **MAJOR PLANNING** CONSERATIONS



- LIFE INSURAN
  - BIGGEST CC
  - **IRREVO**
- STEP-U

  - THE TAXATION TO THE INDIVI-

R ALLOWED, WILL IT A

DRAFT

**MOVED OUT** OF THE **MOST RECENT** 



CHANGE?

TATES

, THE INDIVIDUAL MUST LIVE 3 YEARS, AN ILIT

EFICIARY (FUTURE POLICIES)

E VALUE OF THE ESTATE L ON INCREASED VALUE

#### 2021 Federal Income Tax Rates & Brackets

| Tax          | <u>Single</u>  | Married Filing  | Head of          |
|--------------|----------------|-----------------|------------------|
| <u>Rates</u> |                | <u>Jointly</u>  | <u>Household</u> |
| 10%          | \$0 to \$9,950 | \$0 to \$19,900 | \$0 to \$14,200  |
| 12%          | \$9,951 to     | \$19,901 to     | \$14,201 to      |
|              | \$40,525       | \$81,050        | \$54,200         |
| 22%          | \$40,526 to    | \$81,051 to     | \$54,201 to      |
|              | \$86,375       | \$172,750       | \$86,350         |
| 24%          | \$86,376 to    | \$172,751 to    | \$86,351 to      |
|              | \$164,925      | \$329,850       | \$164,900        |
| 32%          | \$164,926 to   | \$329,851 to    | \$164,901 to     |
|              | \$209,425      | \$418,850       | \$209,400        |
| 35%          | \$209,426 to   | \$418,851 to    | \$209,401 to     |
|              | \$523,600      | \$628,300       | \$523,600        |
| 37%          | \$523,601 and  | \$628,301 and   | \$523,601 and    |
|              | Over           | Over            | Over             |

#### POSSIBLE FOR 2022

39.6% \$400,000 \$450,000 \$400,000

# POSSIBLE TAX CHANGES TO NET INVESTMENT TAX

THE 3.8% TAX IMPOSED ON THE FOLLOWING

DISTRIBUTIONS FROM S-CORPORATIONS
DISTRIBUTIONS FROM PARTNERSHIPS
SCHEDULE K-1 TAX ABLE INCOME
REGARDLESS IF PASSIVE OR NOT
REGARDLESS IF MATERIALLY PARTICIPATED



### **SALT relief possible?**

Watch the bills being presented, many include repealing the SALT limitation.

This can positively affect tax estimates, but can negatively affect business owners in states that implemented the SALT "work around" by taxing the net income of partnerships and/or S corporations, and thus allowing such net income to not be taxed at the individual state income tax lever, also providing an ordinary tax deduction of state taxes to the business, reducing the flow-thru income taxed to the owner at the Federal level.

The negative affect would be if the individual had losses from other business activities not taken into account when determining the entity level tax vs. offsetting business losses against business income at the individual level.



### TAX NEWS

# ANY DAY WE WILL HAVE NEW TAX LAWS



### TOP PRIORITY RIGHT NOW

DO NOT TO MISS

DIFFERENCES

FROM

2020 TO 2021!

WHO IS ACTUALLY PREPARING THE TAX ESTIMATE?

ARE THEY AWARE?

### 4<sup>th</sup> QUARTER 2021 ESTIMATED TAX PAYMENTS ARE DUE JANUARY 15, 2022 FEDERAL, KNOW THE STATE DUE DATE, IF ANY.

### Less than 60 days away

|                       | File o   | 1040-ES Department of the Treasury Internal Revenue Service  Donly if you are making a payment of estimated tax by check or more ther with your check or money order payable to "United States Treasure" | ney order. Mail this<br>easury." Write your | Amount of               | r<br>/ear – Due<br>estimated | OMB No. 15<br>e <b>Jan. 18, 2022</b><br>I tax you are pa | 2     |
|-----------------------|----------|--|---|-------------------------|------------------------------|--|-------|
|                       |          | al security number and "2021 Form 1040-ES" on your check or mo<br>b. Enclose, but do not staple or attach, your payment with this your   |   | by check o<br>money ord |                              | Dollars  | Cents |
|                       |          | Your first name and middle initial   | Your last name                              |                         | Your soc                     | cial security nur  | nber  |
| Pay online at         |          | If joint payment, complete for spouse  |   |                         |                              |  |       |
| www.irs.gov/<br>etpay | type     | Spouse's first name and middle initial   | Spouse's last name                          |                         | Spouse's                     | social security n  | umber |
| Simple.<br>Fast.      | Print or | Address (number, street, and apt. no.)   |   |                         |                              |  |       |
| Secure.               | Ь        | City, town, or post office. If you have a foreign address, also  | complete spaces below.                      | State                   |                              | ZIP code   |       |
|                       |          | Foreign country name   | Foreign province/county                     |                         | Foreign                      | postal code  |       |
|                       | For      | Privacy Act and Paperwork Reduction Act Notice, see instr  | ructions.                                   |                         | For                          | m 1040-ES (  | 2021) |

# TOP MAJOR NUMBERS NOT TO MISS WHEN DOING FINAL 2021 ESTIMATED TAX PAYMENT CALCULATIONS

- WHAT TO VERIFY WHEN DOING THE TAX ESTIMATE
  - CURRENT YEAR WITHHOLDINGS
    - REQUEST YEAR-TO-DATE PAYSTUB
  - DID THE CLIENT ACTUALLY PAY IN THE PREVIOUSLY RECOMMENDED ESTIMATED TAX PAYMENTS.
    - 1<sup>ST</sup>, 2<sup>ND</sup> and/or 3<sup>RD</sup> QUARTERS
  - DID THEY RECEIVE THE 3RD EIP (STIMULUS)
  - DID THEY RECEIVE THE "ADVANCED CHILD TAX CREDIT(S)"
  - ANY (MAJOR) STOCK SALES
    - WITH CAPITAL GAINS TAX RATE MOST LIKELY INCREASING, MAY BE MORE STOCK SALES
  - ANY NEW SOURCE OF INCOME
    - 2021 UNEMPLOYMENT RECEIVED?
  - AND OF COURSE, MANY OTHER ITEMS, BUT DON'T MAKE TOO MANY ASSUMPTIONS

# TOP MAJOR NUMBERS NOT TO MISS WHEN DOING FINAL 2021 ESTIMATED TAX PAYMENT CALCULATIONS

- WHAT CAN WE LEARN FROM THE 2020 TAX RETURN
  - TAXABLE INCOME = TAX BRACKET
    - NEW TAX RATES EFFECTIVE DATE (CAPITAL GAINS)
  - NUMBER OF DEPENDENTS
    - ADDITIONAL TAX CREDITS FOR 2021
  - QUALIFIED BUSINESS INCOME DEDUCTION
    - WILL THEY QUALIFY IN 2021 & UPDATE AMOUNT
  - LARGE DEPRECIATION AMOUNTS
    - SECTION 179 DEPRECIATION vs. BONUS DEPRECIATION
  - ANY TAX CREDITS IN 2020.
    - SELF-EMPLOYED FAMILY & SICK LEAVE TAX CREDITS
  - UNEMPLOYMENT EXEMPTION NOT IN EXISTENCE FOR 2021
  - CARRYOVER OF REFUNDS TO 2021

| E - Department of the Treasury—Internal Revenue Sen  | ervice (99)   |                           |   |  |
|--|---|---------------------------|---|--|
| U.S. Individual Income Ta  |   | 1545-0074 IRS Use Only    | -Do not write or staple in this space.  |  |
| Filing Status Single Married filing jointly Check only If you checked the MFS box, enter the   | ☐ Married filing separately (MFS) ☐ He aname of your spouse. If you checked the H |                           |   |  |
| one box. person is a child but not your depender   |   |                           |   |  |
| Your first name and middle initial   | Last name   |                           | Your social security number   |  |
| If joint return, spouse's first name and middle initial  | Last name   |                           | Spouse's social security number   |  |
| Home address (number and street). If you have a P.O. box, se   | ee instructions.  | Apt. no.                  | Presidential Election Campaign<br>Check here if you, or your                                      |  |
| City, town, or post office. If you have a foreign address, also contains a second co | complete spaces below. State  | ZIP code                  | spouse if filing jointly, want \$3<br>to go to this fund. Checking a<br>box below will not change |  |
| Foreign country name   | Foreign province/state/county   | Foreign postal code       | your tax or refund.  You Spouse   |  |
| At any time during 2020, did you receive, sell, send, exc  | change, or otherwise acquire any financial  | nterest in any virtual cu | irrency? Yes No   |  |
| Standard Someone can claim: You as a de Deduction Spouse itemizes on a separate retu   |   | ent                       |   |  |
| Age/Blindness You:  Were born before January 2,  | , 1956 Are blind Spouse: Wa   | s born before January 2   | 2, 1956 🔲 Is blind  |  |
| Dependents (see instructions):   | (2) Social security (3) Rela  |                           | ualifies for (see instructions):  |  |
| If more than four (1) First name Last name   | number to   | ou Child tax c            | redit Credit for other dependents   |  |
| dependents,  |   |                           |   |  |
| see instructions and check   |   |                           |   |  |
| here ▶ □   |   |                           |   |  |
| 1 Wages, salaries, tips, etc. Attach   | Form(s) W-2   |                           | . 1   |  |
| Attach 2a Tax-exempt interest  | 2a b Taxable in   | erest                     | . 2b  |  |
| Sch. B if required. Qualified dividends  | 3a b Ordinary o   | vidends                   | . 3b  |  |
| 4a IRA distributions   | 4a b Taxable ar   | nount                     | . 4b  |  |
| 5a Pensions and annuities  | 5a b Taxable ar   | nount                     | . 5b  |  |
| 6a Social security benefits  | 6a b Taxable ar   | nount                     | . 6b  |  |
| Deduction for      Capital gain or (loss). Attach Sche     Single or   | nedule D if required. If not required, check h                                    | ere▶[                     | 7   |  |
| Married filing Other income from Schedule 1, li  | line 9 .  |                           | . 8   |  |
| separate 9 Add lines 1, 2b, 3b, 4b, 5b, 6b, 7,   | 7, and 8. This is your total income   |                           | ▶ 9   |  |
| 10 Adjustments to income:  |   |                           |   |  |
| ointly or Qualifying a From Schedule 1, line 22  |   | 10a                       |   |  |
| widow(er),<br>\$24,800 <b>b</b> Charitable contributions if you take   | ke the standard deduction. See instructions                                       | 10b                       |   |  |
| Head of     C Add lines 10a and 10b. These are   | re your total adjustments to income .   |                           | ▶ 10c   |  |
| household  | is is your adjusted gross income  |                           | <b>▶</b> 11   |  |
| If you checked 12 Standard deduction or itemized   |   |                           | . 12  |  |
| any boy under  | ction. Attach Form 8995 or Form 8995-A  |                           |   |  |
| Deduction, 14 Add lines 12 and 13  |   |                           | . 14  |  |
| see instructions.  15 Taxable income. Subtract line 14   | 14 from line 11. If zero or less, enter -0-                                       |                           | . 15  |  |
|  |   |                           |   |  |

| Form 1040 (202)  | )  |   |  |  |   |                     | Page 2   |  |    |
|--|--|---|--|--|---|---------------------|--|--|----|
|  | Tax (see instructions). Check  | if any from Form(s):                                  | 1 8814   | 2 4972                                   | 3 🔲   | 10                  | 6  |  |    |
|  | 17 Amount from Schedule 2, lin   | e3  |  |  |   | 1                   | 7  |  |    |
|  | 18 Add lines 16 and 17   |   | 3 3 3 1  |  |   | 1                   | 3  |  |    |
|  | 19 Child tax credit or credit for  |   |  |  |   | . 1                 | 9  |  |    |
|  | 20 Amount from Schedule 3, lin   | e7  |  |  |   | 2                   | 0  |  |    |
|  | 21 Add lines 19 and 20   |   | 20 20 20 2   |  |   | 2                   | 1  |  |    |
|  | 22 Subtract line 21 from line 18.  | If zero or less, ente                                 | er-0   |  |   | 2                   | 2  |  |    |
|  | Other taxes, including self-er   | mployment tax, from                                   | n Schedule   | 2, line 10                               |   | 2                   | 3  |  |    |
|  | 24 Add lines 22 and 23. This is  | your total tax .                                      |  |  |   | . > 2               | 4  |  |    |
|  | 25 Federal income tax withheld   | from:   |  |  |   |                     |  |  |    |
|  | a Form(s) W-2  |   | 8 8 8 1  |  | 25a   |                     |  |  |    |
|  | b Form(s) 1099   |   |  |  | 25b   |                     |  |  |    |
|  | c Other forms (see instructions  |   |  |  | 25c   |                     |  |  |    |
|  | d Add lines 25a through 25c  |   |  |  | _   | 25                  | d  |  |    |
| • If you have a  | 26 2020 estimated tax payment  |   |  |  | 20 20 20 20 2                               | 2                   |  |  |    |
| qualifying child<br>attach Sch   | Earned income credit (EIC)   |   |  |  | 27  |                     |  |  |    |
| attach Sch   | 28 Additional child tax credit. At   |   |  |  | 28  |                     |  |  |    |
| able   | 29 American opportunity credit   |   |  |  | 29  |                     |  |  |    |
| ombat pay, see instructions.   | 30 Recovery rebate credit. See   |   |  |  | 30  |                     |  |  |    |
|  | 31 Amount from Schedule 3, lin   |   | 5 5 5 1  |  | 31  | 1                   |  |  |    |
|  | 32 Add lines 27 through 31. The  |   |  |  | ble credits                                 | . > 3:              | 2  |  |    |
|  | 33 Add lines 25d, 26, and 32. Ti   | nese are your total                                   | payments   |  |   | . > 3:              | 3  |  |    |
| Defined  | 34 If line 33 is more than line 24   | , subtract line 24 fro                                | om line 33.  | This is the amoun                        | t you overpaid                              | 3                   | 4  |  |    |
| Refund   | 35a Amount of line 34 you want i   | refunded to you. If                                   | Form 8888  | is attached, chec                        | k here                                      | ▶ 🗌 35              | a  |  |    |
| Direct deposit?  | ▶ b Routing number   |   |  | ► c Type:                                |   |                     |  |  |    |
| See instructions.  | ▶ d Account number   |   |  |  |   |                     |  |  |    |
|  | 36 Amount of line 34 you want a  | pplied to your 202                                    | 1 estimate   | tax ►                                    | 36  |                     |  |  |    |
| Amount   | 37 Subtract line 33 from line 24   | This is the amount                                    | t vou owe r  | now                                      |   | . > 3               | 7  |  |    |
| You Owe  | Note: Schedule H and Sche  |   |  |  | f the taxes you                             |                     |  |  |    |
| For details on   | 2020. See Schedule 3, line 1   |   |  |  | the taxes you                               | OWO IOI             |  |  |    |
| how to pay, see<br>instructions.   | 38 Estimated tax penalty (see in   |   |  |  | 38  |                     |  |  |    |
| Third Party  | Do you want to allow another   | person to discuss                                     | this return  | with the IRS?                            | See   |                     |  |  |    |
| Designee   |  |   |  |  |   | omplete belov       | v. No  |  |    |
|  | Designee's   |   | Phone  |  |   | onal identification | onn  |  |    |
| Constant   | name >   |   | no. 🕨  |  |   | ber (PIN)           |  |  |    |
| Sign   | Under penalties of perjury, I declare to<br>belief, they are true, correct, and com-   | nat I have examined the<br>plete. Declaration of pre- | is return and<br>eparer (other   | accompanying sche<br>than taxpaven is be | dules and stateme<br>sed on all information | nts, and to the l   | best of my knowledge and<br>parer has any knowledge  |  |    |
| Here   | Your signature   | Da  | Acres de la constitución de la c | Your occupation                          |   |                     | sent you an Identity   |  |    |
|  | Tour algitature  | Da  |  | rour occupation                          |   |                     | PIN, enter it here   |  |    |
| Joint return?  | V7   |   |  |  |   | (see inst.)         | Sec. Company of the C |  |    |
| See instructions.  | Spouse's signature. If a joint return, b   | oth must sign. Da                                     | te   | Spouse's occupation                      | on  |                     | sent your spouse an  |  |    |
| Keep a copy for your records.  |  |   |  |  |   | (see inst.)         | rotection PIN, enter it here   |  |    |
| (4.745)(1.607) (2.4  | Dhone se   | -   | nail address   |  |   | (ace #ISL)          |  |  |    |
| Spinor Commence of the Commenc | Phone rio.  Preparer's name  | Preparer's signature                                  | tail address   |  | Date  | PTIN                | Check if:  |  |    |
| Paid   | . roparer e mante  | r reparer s signature                                 |  |  | Date  | 37.004              | Self-employed  |  |    |
| Preparer   | For the second s |   |  | rie<br>Vie                               |   | l n                 |  |  |    |
| Use Only   | Firm's name ▶  |   |  |  | Phone no                                    |                     |  |  |    |
|  | Firm's address ▶   | a latana atta   |  |  |   | Firm's Ell          |  |  | 28 |
| Go to www.irs.g  | ov/Form1040 for instructions and the later   | st information.                                       |  |  |   |                     | Form 1040 (2020)   |  | 20 |
|  |  |   |  |  |   |                     |  |  |    |

#### SCHEDULE 1 (Form 1040)

#### **Additional Income and Adjustments to Income**

OMB No. 1545-0074 2020

Department of the Treasury

► Attach to Form 1040, 1040-SR, or 1040-NR.

| nternal F  | levenue Service   | Sequence No. 01        |
|------------|---|------------------------|
| Name(      | s) shown on Form 1040, 1040-SR, or 1040-NR Your so  | ocial security numb    |
| Par        | Additional Income   |                        |
| 1          | Taxable refunds, credits, or offsets of state and local income taxes                        | 1                      |
| <b>2</b> a | Alimony received  | 2a                     |
| b          | Date of original divorce or separation agreement (see instructions) ▶                       |                        |
| 3          | Business income or (loss). Attach Schedule C  | 3                      |
| 4          | Other gains or (losses). Attach Form 4797   | 4                      |
| 5          | Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E | 5                      |
| 6          | Farm income or (loss). Attach Schedule F  | 6                      |
| 7          | Unemployment compensation   | 7                      |
| 8          | Other income. List type and amount ▶  |                        |
| _          |   | 8                      |
| 9          | Combine lines 1 through 8. Enter here and on Form 1040, 1040-SR, or 1040-NR, line 8         | 9                      |
| Par        | II Adjustments to Income  |                        |
| 10         | Educator expenses   | 10                     |
| 11         | Certain business expenses of reservists, performing artists, and fee-basis government       |                        |
|            | officials. Attach Form 2106   | 11                     |
| 12         | Health savings account deduction. Attach Form 8889  | 12                     |
| 13         | Moving expenses for members of the Armed Forces. Attach Form 3903                           | 13                     |
| 14         | Deductible part of self-employment tax. Attach Schedule SE                                  | 14                     |
| 15         | Self-employed SEP, SIMPLE, and qualified plans  | 15                     |
| 16         | Self-employed health insurance deduction  | 16                     |
| 17         | Penalty on early withdrawal of savings  | 17                     |
| 18a        | Alimony paid .  | 18a                    |
| b          | Recipient's SSN   |                        |
| C          | Date of original divorce or separation agreement (see instructions) ▶                       |                        |
| 19         | IRA deduction   | 19                     |
| 20         | Student loan interest deduction   | 20                     |
| 21         | Tuition and fees deduction. Attach Form 8917  | 21                     |
| 22         | Add lines 10 through 21. These are your adjustments to income. Enter here and               |                        |
| _          | on Form 1040, 1040-SR, or 1040-NR, line 10a   | Schedule 1 (Form 1040) |

# TOP MAJOR NUMBERS NOT TO MISS WHEN DOING FINAL 2021 ESTIMATED TAX PAYMENT CALCULATIONS

- EXCESS BUSINESS LOSSES BACK IN EFFECT FOR 2021
  - OVERALL EXCESS BUSINESS LOSSES LIMITED
    - EVEN IF THE CLIENT HAS TAX BASIS OR AT-RISK BASIS
    - \$500,000 MFJ (\$250,000 SINGLE)
- LIMITATION ON NOLs (Net Operating Losses) BACK IN EFFECT FOR 2021
  - NOLs IN 2021 CANNOT BE CARRIED BACK
    - LIMITED TO 80% OF TAXABLE INCOME (WOULD AFFECT 2022)
    - SUCH NOLS ARE CARRIED FORWARD INDEFINITELY
    - CARES ACT ALLOWED NOLs IN 2018, 2019 & 2020 TO BE CARRIED BACK 5 YEARS
    - FARMING LOSSES ARISING IN TAX YEARS BEGINNING 2021 OR LATER CAN BE CARRIED BACK 2 YEARS
    - NOLS CARRIED FORWARD FROM 2018, 2019 AND/OR 2020 ARE STILL ALLOWED TO EXTENT OF 100% OF TAXABLE INCOME (EVEN IF USED IN 2021 AND BEYOND)

### New bill would simplify tax payment deadlines

Congress introduced bipartisan legislation aimed at changing the estimated tax payment deadlines to a uniform, quarterly schedule.

The legislation would set the estimated tax installment deadlines to 15 days after the end of each quarter, moving the deadlines to Jan. 15, April 15, July 15, and Oct. 15. It would affect individual taxpayers, small businesses, estates, and trusts.

Under current law, tax payment deadlines are set at uneven intervals, which can cause confusion and negatively affects gig economy and self-employed workers. By changing these deadlines to occur on an even basis, this legislation will help our nation's hardworking taxpayers better calculate their net income, save appropriately for their tax payments, and better comply with due dates.



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# TAX NEWS

### MASSIVE UPDATE TO RELIANCE ON IRS FAQs (1/3)

IR 2021-202

- The Internal Revenue Service is updating its process for certain frequently asked questions (FAQs) on newly enacted tax legislation.
- The IRS is updating this process to address concerns regarding transparency and the potential impact on taxpayers when these FAQs are updated or revised.
- At the same time, the IRS is also addressing concerns regarding the potential application of penalties to taxpayers who rely on FAQs by providing clarity to taxpayers as to their ability to rely on FAQs for penalty protection.
- Significant FAQs on newly enacted tax legislation, as well as any later updates or revisions to these FAQs, will now be announced in a news release and posted on IRS.gov in a separate Fact Sheet.
- These Fact Sheet FAQs will be dated to enable taxpayers to confirm the date on which any changes to the FAQs were made.
- Additionally, prior versions of Fact Sheet FAQs will be maintained on IRS.gov to ensure that, if a Fact Sheet FAQ is later changed, taxpayers can locate the version they relied on if they later need to do so.
- In addition to significant FAQs on new legislation, the IRS may apply this updated process in other contexts, such as when FAQs address emerging issues.

### MASSIVE UPDATE TO RELIANCE ON IRS FAQs (2/3)

IR 2021-202

- To address concerns about the potential application of penalties to taxpayers who rely on an FAQ, the IRS is today releasing a statement clarifying that if a taxpayer relies on any FAQ (including FAQs released before today) in good faith and that reliance is reasonable, the taxpayer will have a "reasonable cause" defense against any negligence penalty or other accuracy-related penalty if it turns out the FAQ is not a correct statement of the law as applied to the taxpayer's particular facts.
- For more information on taxpayer reliance, see the "General Overview of Taxpayer Reliance on Guidance Published in the Internal Revenue Bulletin and FAQs" on the IRS website

### MASSIVE UPDATE TO RELIANCE ON IRS FAQs (3/3)

IR 2021-202

As part of the revision of the FAQ process, the following legend will be added to Fact Sheet FAQs:

These FAQs are being issued to provide general information to taxpayers and tax professionals as expeditiously as possible. Accordingly, these FAQs may not address any particular taxpayer's specific facts and circumstances, and they may be updated or modified upon further review. Because these FAQs have not been published in the Internal Revenue Bulletin, they will not be relied on or used by the IRS to resolve a case. Similarly, if an FAQ turns out to be an inaccurate statement of the law as applied to a particular taxpayer's case, the law will control the taxpayer's tax liability. Nonetheless, a taxpayer who reasonably and in good faith relies on these FAQs will not be subject to a penalty that provides a reasonable cause standard for relief, including a negligence penalty or other accuracy-related penalty, to the extent that reliance results in an underpayment of tax. Any later updates or modifications to these FAQs will be dated to enable taxpayers to confirm the date on which any changes to the FAQs were made. Additionally, prior versions of these FAQs will be maintained on IRS.gov to ensure that taxpayers, who may have relied on a prior version, can locate that version if they later need to do so.





#### **Digital Authorizations**

#### **How to Submit Authorizations Using** Tax Pro Account and **Online Account**



#### 1. Steps for the Tax Professional

- Log in to Tax Pro Account at www.irs.gov/taxproaccount after validating identity.
- Initiate request for either a power of attorney (POA) or tax information authorization (TIA).
- Enter tax professional's information name, address, and Centralized Authorization File (CAF) number.
- Enter taxpayer's information name, address, and tax identification number (TIN).
- Select tax matter(s) and tax period(s).
- · Check box as electronic signature (for POA only) and submit authorization for IRS validation and routing to taxpayer's Online Account.
- · Inform taxpayer that an authorization request should be pending in their Online Account for their review and approval.

#### 2. Steps for the Taxpayer

- · Log in to Online Account at www.irs.gov/account after validating identity.
- · Select the "Authorizations" tab.
- · Review request from tax professional for accuracy.
- · Check box as digital signature and approve the request; taxpayer also has the option to reject the request.

#### 3. Most requests record immediately to the CAF database; will show as approved in Online Account and Tax Pro Account.

- · Tax professional and taxpayer names and addresses must match IRS records exactly.
- Tax professional must already have a CAF number and be in good standing with the IRS.
- Tax Pro Account is available to tax professionals and taxpayers with addresses in the United States.
- Prior authorization revoked when new request is recorded for same request type, tax matter and period.
- · Taxpayers maintain control over who can represent them before IRS or see their IRS tax records.

Publication 5533-A (7-2021) Catalog Number 40967U Department of the Treasury Internal Revenue Service www.irs.gov

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## IRS opens tax pro accounts (1/2)

The Internal Revenue Service has begun offering online Tax Pro Accounts that practitioners can use for submitting an authorization request to an individual client's own taxes online with the IRS.

The accounts can be used for submitting a power of attorney request and a tax authorization request. The IRS plans to expand the features available to tax professionals through the Tax Pro Accounts in the future.

The IRS updated its Internal Revenue Manual to include information about the new system but noted that the new system does not yet offer all the capabilities available through filing Form 2848, "Power of Attorney," and Form 8821, "Tax Information Authorization." Both tax pros and their clients will need to electronically sign such requests.

The IRS also said that its adding more features to the online taxpayer accounts that it has been providing to taxpayers. Taxpayers can now view the amount they owe, updated for the current calendar day; their balance details by year; their payment history and any scheduled or pending payments; key information from their most recent tax return; payment plan details; digital copies of select notices from the IRS; their Economic Impact Payments, if any; and their address on file with the IRS.

## IRS opens tax pro accounts (2/2)

The Tax Pro Accounts will be available for access on Monday through Saturday from 6 a.m. ET to 9 p.m. ET, and on Sunday from 10 a.m. to midnight ET, but will occasionally be down for additional hours for maintenance. Tax pros will be able to access the service through e-Services using their Secure Access account to log in. Taxpayers will be able to electronically sign documents as well. The IRS estimates that the portal will allow tax pros to submit their requests in 15 minutes or less, and the system will provide real-time processing.

Tax pros can request authorizations for tax years and periods from 2000 through the current year, plus three future calendar years for tax matters, according to the IRS, including Form 1040 income taxes, split spousal assessment or Form 8857 Innocent Spouse Relief, shared responsibility payment (2014 or later), shared responsibility payment for split spousal assessment (2014 or later), civil penalty (periods ending March 31, 2000 through the current year, plus three future years ending Dec. 31.)

Tax pros should use their IRS usernames and passwords to access the Tax Pro Account or create an account after verifying their identities.



### Why You Should Create an IRS Online Account



#### **New Feature**

- Use the "authorization" option in Online Account to control who can represent you before the IRS or view your tax records.
- Approve and electronically sign Power of Attorney and Tax Information Authorization requests made by your tax professional.

#### **Access Tax Records**

- View key data from your most recent tax return.
- Access additional records via Get Transcript.
- View your Economic Impact Payment amounts.

#### View Balance and Notices

- View amount owed.
- Access digital versions of select correspondence from the IRS.

#### **Payment Plans**

- · Learn about payment plan options.
- · View payment plan details.

#### **Make and View Payments**

- Make a payment from your bank account or by debit/credit card.
- View five years of payment history and any pending or scheduled payments.

#### Upcoming Feature

#### **Update Profile**

- · View and update address on file.
- Manage preferences such as email notifications.

### Upcoming Feature

#### **Opt-Out of Paper Notices**

 Go paperless for certain correspondence from the IRS.

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Create or access your account at www.irs.gov/account.

11/18/2021

## High court rejects state's challenge to workfrom-home taxes (1/2)

The U.S. Supreme Court rejected a New Hampshire challenge to Massachusetts' practice of taxing people who once worked in that state but started telecommuting from elsewhere during the pandemic.

Turning away a case that could have put billions of dollars at stake, the justices, without explanation, denied New Hampshire permission to sue Massachusetts directly at the high court.

Had it gone forward, the case could have determined the fate of similar, permanent tax laws in New York, Pennsylvania and three other states. New Jersey and Connecticut urged the court to accept the New Hampshire lawsuit, saying they are losing massive sums to neighboring states, primarily New York, in violation of the Constitution.

The stakes were especially high for New Jersey, which told the court last year it expects to credit as much as \$1.2 billion to its residents for income taxes paid to New York in the 12 months starting in March 2020. Before the pandemic, more than 400,000 residents of New Jersey commuted to jobs in New York City.

# High court rejects state's challenge to work-from-home taxes (2/2)

Arkansas, Delaware, Nebraska and Pennsylvania also tax non-residents for work they do from home for in-state employers. Connecticut taxes nonresidents who work from home but only if their states do so as well.

Under the court's longstanding practice, states seeking to file original jurisdiction suits are required to ask permission and show they don't have an alternative forum to press their case.

Justices Clarence Thomas and Samuel Alito said they would have let New Hampshire sue. They have previously said they read federal law as giving states an unfettered right to sue one another directly at the Supreme Court.

## IRS issued nearly 4 million refunds for unemployment compensation overpayments

The Internal Revenue Service issued another round of refunds to nearly 4 million taxpayers who overpaid their taxes on unemployment compensation received last year.

Most taxpayers did NOT need to take any action, however...

### PLANNING POINT... DON'T GET CAUGHT WATCHING THE PAINT DRY

- 1. Did your client get that refund, if originally the full unemployment was reported?
- 2. If, as a result of the excluded unemployment compensation, taxpayers are now eligible for deductions or credits not claimed on the original return, they should file a Form 1040-X, Amended U.S. Individual Income Tax Return.

# IRS chief asks Congress for authority to get cryptocurrency data

- The Internal Revenue Service needs more authority from Congress to regulate the cryptocurrency industry and require more reporting on its users, Commissioner Charles Rettig said.
- "We get challenged frequently, and to have a clear dictate from Congress on the authority of
  us to collect that information is critical," Rettig said during a Senate Finance Committee hearing.
- The Biden administration has proposed requiring cryptocurrency brokers, including exchanges, to report information on their customers, including on indirect foreign investors. It would also require businesses to report when they receive crypto assets valued at more than \$10,000.
- Rettig noted that the value of the cryptocurrency market now tops \$2 trillion.
- "Most crypto, virtual currencies are designed to stay off the radar screen," Rettig said. The IRS currently issues summonses to third parties to get information on cryptocurrency users, without naming specific individuals, he said. It's also active in both civil and criminal enforcement, but the agency needs additional tools and resources from Congress, he said.

## IRS offers guidance on depreciating residential rentals

Revenue Procedure 2021-28 explains how a business can change its method of computing depreciation to comply with the 2020 change in law to retroactively provide a 30-year recovery period under the "alternative depreciation system" (ADS) for certain kinds of residential rental property placed in service before 2018 and held by an electing real property trade or business. The Taxpayer Certainty and Disaster Recovery Act, which was included as part of the Consolidated Appropriations Act last December, retroactively provides a recovery period of 30 years under the alternative depreciation system of the Tax Code for certain residential rental property.

Along with that revenue procedure, the IRS also posted Revenue\_Procedure\_2021-29, which permits an eligible partnership to file an amended Form 1065, "U.S. Return of Partnership Income," and furnish a corresponding Schedule K-1 (Form 1065), "Partner's Share of Income, Deductions, Credits, etc.," to each of its partners as an alternative option to filing an administrative adjustment request.

NOTE: Residential rental property is 27.5-year recovery for MACRS.

# Caution if the monthly child tax credit was received (1/3)

- The American Rescue Plan enacted in March increased the benefit for 2021 and directed the IRS to deliver half of the amount that families are eligible for in checks beginning in July.
- The payments are worth up to
  - \$300 per month for each child under age 6
  - \$250 for each child ages 6 to 17
- Normally, parents would claim the credit as a lump sum on their annual tax returns in this case, the ones filed next year — lowering their overall tax bill or resulting in a refund.
- Congress directed the IRS to use 2019 or 2020 tax return information to deliver the payments.
- The enhanced credit, for the entire year, is worth up to \$3,000 per child aged 6 to 17 and \$3,600 for children under age 6. That's an increase from \$2,000 per child under age 17.

# Caution if the monthly child tax credit was received (2/3)

- The maximum amount is available to individuals making \$75,000 or less and married couples making \$150,000 or less, with a phaseout for incomes above those thresholds.
- The credit owed is ultimately determined by 2021 income and will have to be reconciled on next year's tax return. That means individuals who got a new job or received a raise in 2021 may find themselves owing money to the government if their monthly payment was too high.
- Probably will trip people up because they're expecting they get to keep whatever they got; like the prior stimulus amounts for the 1st & 2nd EIPs.
- A big concern is that the IRS hasn't adjusted the Form W-4, which workers fill out to let their employers know how much money to withhold from their paychecks, to account for the changes.
- Absent those adjustments, individuals could end up getting an improper amount of tax withheld, which
  may result in higher taxes due (or less refunds) next filing season.

# Caution if the monthly child tax credit was received (3/3)

- The current Form W-4 for 2021 assumes each child under age 17 translates to a \$2,000 credit at tax time the amount available prior to the American Rescue Plan. But the actual amount paid out next filing season could be smaller for people who received half of their new, increased credit through advanced payments.
- For instance, if a taxpayer has a 10-year-old child and receives the advanced payments, that person will get a "net" \$1,500 credit on their tax return next year, not a \$2,000 credit meaning they've potentially been under-withheld by \$500.
- MATH: The 2021 child tax credit for a 10-year-old is \$3,000. If the parent(s) receive the full amount advanced starting in July 2021 (\$250 per month multiplied by 6 months) of \$1,500, then on the 2021 tax return the tax credit will still be \$3,000 however, it will be reduced by the amount advanced (\$1,500) and thus a "net" \$1,500 tax credit will be applied against the 2021 tax. Absent an advance of the child tax credit, the parent(s) in 2019 and 2020 had a \$2,000 child tax credit reducing tax.

## IRS provides tax inflation adjustments for tax year 2022 (Revenue Procedure 2021-45)

The standard deduction for married couples filing jointly for tax year 2022 rises to \$25,900 up \$800 from the prior year. For single taxpayers and married individuals filing separately, the standard deduction rises to \$12,950 for 2022, up \$400, and for heads of households, the standard deduction will be \$19,400 for tax year 2022, up \$600.

The personal exemption for tax year 2022 remains at 0, as it was for 2021, this elimination of the personal exemption was a provision in the Tax Cuts and Jobs Act.

**Marginal Rates:** For tax year 2022, the top tax rate remains 37% for individual single taxpayers with incomes greater than \$539,900 (\$647,850 for married couples filing jointly). The other rates are: 35%, for incomes over \$215,950 (\$431,900 for married couples filing jointly); 32% for incomes over \$170,050 (\$340,100 for married couples filing jointly); 24% for incomes over \$89,075 (\$178,150 for married couples filing jointly); 22% for incomes over \$41,775 (\$83,550 for married couples filing jointly); 12% for incomes over \$10,275 (\$20,550 for married couples filing jointly). The lowest rate is 10% for incomes of single individuals with incomes of \$10,275 or less (\$20,550 for married couples filing jointly).

# IRS provides tax inflation adjustments for tax year 2022 (Revenue Procedure 2021-45)

For 2022, as in 2021, 2020, 2019 and 2018, there is no limitation on itemized deductions, as that limitation was eliminated by the Tax Cuts and Jobs Act.

The Alternative Minimum Tax exemption amount for tax year 2022 is \$75,900 and begins to phase out at \$539,900 (\$118,100 for married couples filing jointly for whom the exemption begins to phase out at \$1,079,800). The 2021 exemption amount was \$73,600 and began to phase out at \$523,600 (\$114,600 for married couples filing jointly for whom the exemption began to phase out at \$1,047,200).

The tax year 2022 maximum Earned Income Tax Credit amount is \$6,935 for qualifying taxpayers who have three or more qualifying children, up from \$6,728 for tax year 2021. The revenue procedure contains a table providing maximum EITC amount for other categories, income thresholds and phase-outs.

For tax year 2022, the monthly limitation for the qualified transportation fringe benefit and the monthly limitation for qualified parking increases to \$280.

## IRS provides tax inflation adjustments for tax year 2022 (Revenue Procedure 2021-45)

For the taxable years beginning in 2022, the dollar limitation for employee salary reductions for contributions to health flexible spending arrangements increases to \$2,850. For cafeteria plans that permit the carryover of unused amounts, the maximum carryover amount is \$570, an increase of \$20 from taxable years beginning in 2021.

For tax year 2022, participants who have self-only coverage in a Medical Savings Account, the plan must have an annual deductible that is not less than \$2,450, up \$50 from tax year 2021; but not more than \$3,700, an increase of \$100 from tax year 2021. For self-only coverage, the maximum out-of-pocket expense amount is \$4,950, up \$150 from 2021. For tax year 2022, for family coverage, the annual deductible is not less than \$4,950, up from \$4,800 in 2021; however, the deductible cannot be more than \$7,400, up \$250 from the limit for tax year 2021. For family coverage, the out-of-pocket expense limit is \$9,050 for tax year 2022, an increase of \$300 from tax year 2021.

The modified adjusted gross income amount used by joint filers to determine the reduction in the Lifetime Learning Credit provided in § 25A(d)(2) is not adjusted for inflation for taxable years beginning after December 31, 2020. The Lifetime Learning Credit is phased out for taxpayers with modified adjusted gross income in excess of \$80,000 (\$160,000 for joint returns).

# IRS provides tax inflation adjustments for tax year 2022 (Revenue Procedure 2021-45)

For tax year 2022, the foreign earned income exclusion is \$112,000 up from \$108,700 for tax year 2021.

Estates of decedents who die during 2022 have a basic exclusion amount of \$12,060,000, up from a total of \$11,700,000 for estates of decedents who died in 2021.

The annual exclusion for gifts increases to \$16,000 for calendar year 2022, up from \$15,000 for calendar year 2021.

The maximum credit allowed for adoptions for tax year 2022 is the amount of qualified adoption expenses up to \$14,890, up from \$14,440 for 2021.

## **2022 Contribution Limit Increases**

| Contribution                          | 2021 Limit | 2022 Limit | Change  |
|---------------------------------------|------------|------------|---------|
| 401(k)/403(b) Employee Contribution   | \$19,500   | \$20,500   | \$1,000 |
| 401(k)/403(b) Catch-up Contribution   | \$6,500    | \$6,500    | \$0     |
| 401(k)/403(b) Total Contribution <50  | \$58,000   | \$61,000   | \$3,000 |
| 401(k)/403(b) Total Contribution 50+  | \$64,500   | \$67,500   | \$3,000 |
| 457(b) Contribution                   | \$19,500   | \$20,500   | \$1,000 |
| Traditional IRA Contribution          | \$6,000    | \$6,000    | \$0     |
| Traditional IRA Catch-up Contribution | \$1,000    | \$1,000    | \$0     |
| Roth IRA Contribution                 | \$6,000    | \$6,000    | \$0     |
| Roth IRA Catch-up Contribution        | \$1,000    | \$1,000    | \$0     |
| SEP-IRA Contribution                  | \$58,000   | \$61,000   | \$3,000 |
| SIMPLE IRA/SIMPLE 401(k) Contribution | \$13,500   | \$14,000   | \$500   |
| H.S.A. Contribution (single)          | \$3,600    | \$3,650    | \$50    |
| H.S.A. Contribution (family)          | \$7,200    | \$7,300    | \$100   |
| Healthcare F.S.A. Contribution        | \$2,750    | \$2,850    | \$100   |

| mile 56 cents / mile            | 2021 tax year   |  |  |
|---------------------------------|-----------------|--|--|
| Business mileage rate           | 56 cents / mile |  |  |
| Medical and moving mileage rate | 16 cents / mile |  |  |
| Charitable mileage rate         | 14 cents / mile |  |  |



www.JJihaCPA.com DO NOTACT WITHOUT YOUR ADVISER'S ADVICE & RECOMMENDATION [ALL INFORMATIONAL PURPOSES ONLY] SEE DISCLAIMER ON PAGE 3, THANKS!

## TAX LANDSCAPE **STAYING AHEAD** OF THE **CURVE**

## Does this slide really need a title? No!



## **Future IRS Enforcement**

- Although dropped out of the bipartisan infrastructure bill, IRS funding has reemerged in the Build Back Better Act and is likely to survive if anything is enacted.
- Relying on increased IRS funding to provide additional enforcement revenue to help pay for some of the proposals in the legislation.
- We should anticipate a significant reversal of a longterm decline in audit rates.



## THE FUTURE OF AUDITS

EASIEST AUDIT ADJUSTMENT: DISALLOW LOSSES

EASY TO SPOT LOSS IS TAKEN ON SCHEDULE E, PAGE 2

EASY TO CHALLENGE TAX BASIS & AT-RISK BASIS "JUST SHOW US YOUR CALCULATION, AND WE WILL BE ON OUR WAY."

### **BASICS OF TAX BASIS & AT-RISK BASIS**

TAX BASIS: WE ALL KNOW THE BASICS

SAME: S-CORPORATIONS & PARTNERSHIPS

CAPITAL CONTRIBUTED

LESS: CAPITAL DISTRIBUTIONS

PLUS: INCOME

LESS: LOSSES

**EQUALS: TAX BASIS** 

AT-RISK BASIS: WE ALL KNOW THE BASICS

DIFFERENT: S-CORPORATIONS & PARTNERSHIPS

PARTNERS GET BASIS FOR APPLICABLE SHARE OF LIABILITIES

S-CORPORATION OWNERS DO NOT

BOTH GET AT-RISK BASIS FOR LOANS TO THE ENTITY

# STILL BASIC, BUT IS IT BEING MISSED? TOP AUDIT ADJUSTMENT COULD BE FROM A LACK OF DOCUMENTATION & DISCLOSURE

### TAX BASIS:

- ARE YOU ANNUALLY CALCULATING AND REPORTING TAX BASIS?
  - ARE YOU RELYING ON THE SCHEDULE K-1 AND ITS DISCLOSURES
    - INSIDE BASIS vs. OUTSIDE BASIS
- BASIS IS TRACKED AT THE INDIVIDUAL LEVEL TO ALLOW LOSSES
  - BUT ONLY REQUIRED BY THE IRS TO BE DISCLOSED WHEN A LOSS IS BEING DEDUCTED
- HAS NON-DEDUCTIBLE EXPENSES DECREASED BASIS
  - ELECTION TO ALLOW ORDINARY LOSSES BEFORE NON-DEDUCTIBLE LOSSES

# STILL BASIC, BUT IS IT BEING MISSED? TOP AUDIT ADJUSTMENT COULD BE FROM A LACK OF DOCUMENTATION & DISCLOSURE

### AT-RISK BASIS:

- PARTNERSHIPS
  - ARE YOU ANNUALLY CALCULATING AND REPORTING AT-RISK BASIS?
    - ARE YOU CONSISTENTLY REPORTING "END OF YEAR" SHARE OF LIABILITIES?
    - ARE YOU CONSISTENTLY REPORTING REPAYMENT OF PARTNER LOANS?
- S-CORPORATIONS
  - ARE YOU ANNUALLY CALCULATING AND REPORTING AT-RISK BASIS?
    - ARE YOU CONSISTENTLY REPORTING REPAYMENT OF SHAREHOLDER LOANS?

### Schedule K-1 (Form 1120-S)

2020

Department of the Treasury Internal Revenue Service

For calendar year 2020, or tax year

| Shareholder's number of st | nare  | 8  |   |  |                       |                       |
|----------------------------|---|--|---|--|-----------------------|-----------------------|
| Beginning of tax year      |   | _  | -                                       | -  | _                     |                       |
| End of tax year            |   | _  | -                                       | -  |                       |                       |
|                            |   |  |   |  |                       |                       |
| Loans from shareholder     |   |  |   |  |                       |                       |
| Beginning of tax year      | _   | _  | _                                       | _  | _                     | \$                    |
|                            |   |  |   |  |                       |                       |
|                            | Beginning of tax year End of tax year  Loans from shareholder | Beginning of tax year End of tax year Loans from shareholder | End of tax year  Loans from shareholder | Beginning of tax year  End of tax year  Loans from shareholder | Beginning of tax year | Beginning of tax year |

### Schedule K-1 (Form 1120-S)

2019

Department of the Treasury Internal Revenue Service

For calendar year 2019, or tax year



## FEDERAL REGISTER







### **Proposed Collection; Comment Request for Form 7203**

Requests for additional information or copies of the form and instructions should be directed to Jon Callahan, (737) 800-7639, at Internal Revenue Service, Room 6526, 1111 Constitution Avenue NW, Washington, DC 20224, or through the internet at *jon.r.callahan@irs.gov*.

RE: Form 7203 Request External

Callahan Jon R < Jon.R.Callahan@irs.gov>

to me 🔻

Hello Mr. Jenson

We are not able to share this form at this time because it is still being drafted. Please limit your comments to the abstract description within the Federal Register notice.

Thank you,

Jon Callahan | Tax Analyst | Tax Forms & Publications - Special Services Section | Austin, TX | 737-800-7639 | jon.r.callahan@tirs.gov

----Original Message----

From: JJ THE CPA <jj@jjthecpa.com>
Sent: Wednesday, August 18, 2021 5:56 AM
To: Callahan Jon R <Jon.R.Callahan@irs.gov>

Subject: Form 7203 Request

Mr. Callahan.

I would like to request Form 7203 to review and provide comment.

I appreciate it!

Thanks,

Joshua Jenson, CPA

|   |  |           | Final K-1 Amended                    |        | OMB No. 1545-0123                               |               |  |
|---|--|-----------|--------------------------------------|--------|---|---------------|--|
|   | Schedule K-1 2020  | Pa        | rt   Partner's Share of              |        |   |               |  |
|   | (Form 1065)  |           | Deductions, Credi                    | ts, aı | nd Other Items                                  |               |  |
|   | Department of the Treasury Internal Revenue Service For calendar year 2020, or tax year  | 1         | Ordinary business income (loss)      | 15     | Credits   |               |  |
|   | beginning / / 2020 ending / /  | 2         | Net rental real estate income (loss) |        |   |               |  |
|   | Partner's Share of Income, Deductions,   |           |                                      |        |   |               |  |
|   | Credits, etc. > See separate instructions.   | 3         | Other net rental income (loss)       | 16     | Foreign transactions                            |               |  |
|   | Part I Information About the Partnership   | 4a        | Guaranteed payments for services     |        |   |               |  |
|   | A Partnership's employer identification number   |           |                                      |        |   |               |  |
|   |  | 4b        | Guaranteed payments for capital      |        |   |               |  |
|   | B Partnership's name, address, city, state, and ZIP code   | 40        | Total guaranteed payments            |        |   |               |  |
|   |  |           |                                      |        |   |               |  |
|   |  | 5         | Interest income                      |        |   |               |  |
|   | C IRS Center where partnership filed return ▶  |           |                                      |        |   |               |  |
|   | D Check if this is a publicly traded partnership (PTP)  Part II Information About the Partner  | 6a        | Ordinary dividends                   |        |   |               |  |
|   | E Partner's SSN or TIN (Do not use TIN of a disregarded entity. See instructions.)   | 6b        | Qualified dividends                  |        |   |               |  |
|   | F Name, address, city, state, and ZIP code for partner entered in E. See instructions.   | 6c        | Dividend equivalents                 | 17     | Alternative minimum tax (AMT) items             |               |  |
|   |  | 7         | Royalties                            |        |   |               |  |
|   | G General partner or LLC Limited partner or other LLC member manager member  | 8         | Net short-term capital gain (loss)   |        |   |               |  |
|   | H1 Domestic partner  Description Description  Description Description | 9a        | Net long-term capital gain (loss)    | 18     | Tax-exempt income and<br>nondeductible expenses |               |  |
|   | TIN Name   | 9b        | Collectibles (28%) gain (loss)       |        |   |               |  |
|   | H What type of entity is this partner?   | -         | Constitutes (20 /s) gain (1033)      |        |   |               |  |
|   | 12 If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here   | 90        | Unrecaptured section 1250 gain       |        |   |               |  |
|   | J Partner's share of profit, loss, and capital (see instructions):   |           |                                      |        |   |               |  |
|   | Beginning Ending   | 10        | Net section 1231 gain (loss)         |        |   |               |  |
|   | Profit 96 96   |           |                                      | 19     | Distributions                                   |               |  |
|   | Loss % %   | 11        | Other income (loss)                  |        |   |               |  |
|   | Capital % 96   |           |                                      |        |   |               |  |
|   | Check if decrease is due to sale or exchange of partnership interest   |           |                                      |        |   |               |  |
|   |  |           |                                      | 20     | Other information                               |               |  |
|   | K Partner's share of liabilities:  | 12        | Section 179 deduction                |        |   |               |  |
|   | Beginning Ending   |           |                                      |        |   |               |  |
|   | Nonrecourse \$ \$  | 13        | Other deductions                     |        |   |               |  |
|   | Qualified nonrecourse financing \$   |           |                                      |        |   |               |  |
|   | Recourse \$ \$   |           |                                      |        |   |               |  |
|   | Check this box if Item K includes liability amounts from lower tier partnerships.  |           |                                      |        |   |               |  |
|   | L Partner's Capital Account Analysis   | 1         |                                      |        |   |               |  |
|   | Paroter's Capital Account Analysis   | 14        | Self-employment earnings (loss)      |        |   |               |  |
|   | Beginning capital account \$   |           |                                      |        |   |               |  |
|   | Capital contributed during the year \$   |           |                                      |        |   |               |  |
|   | Current year net income (loss) \$  |           |                                      |        |   |               |  |
|   | Other increase (decrease) (attach explanation) \$  | 21        | More than one activity for at-risk   | purpo  | ses*  |               |  |
|   | Withdrawals & distributions \$ (   |           | More than one activity for passiv    |        |   |               |  |
|   | Ending capital account \$  | _         | e attached statement for add         |        |   |               |  |
| LIII ODA DO NOTA OTA METUCATO   |  |           |                                      |        |   |               |  |
| www.JJtheCPA.com DO NOT ACT WITHOUT PURPOSES ONLY] SEE DISCLAIMER ON PAGE : | M Did the partner contribute property with a built-in gain or loss?  | JISE C    | DRMATIONAL                           |        |   | 11 (10 (000)  |  |
| PURPOSES ONLY] SEE DISCLAIMER ON PAGE (                                     | THANKS! No If "Yes," attach statement. See instructions.   | nge<br>Pe |                                      |        |   | 11/18/2021 63 |  |
|   | N Partner's Share of Net Unrecognized Section 704(c) Gain or (Loss)  | IRS U     |                                      |        |   |               |  |
|   | Beginning \$   |           |                                      |        |   |               |  |
|   | Ending \$  | Š         |                                      |        |   |               |  |

For Paperwork Reduction Act Notice, see Instructions for Form 1065. www.irs.gov/Form1065

Cat. No. 11394R Schedule K-1 (Form 1065) 2020



Form **7202** Department of the Treasury

#### Credits for Sick Leave and Family Leave for Certain Self-Employed Individuals

► Attach to Form 1040, 1040-SR, or 1040-NR.

▶ Go to www.irs.gov/Form7202 for instructions and the latest information

OMB No. 1545-0074

Internal Revenue Service Name of person with self-employment income (as shown on Form 1040, 1040-SR, or 1040-NR) Social security number of person with Part I Credit for Sick Leave for Certain Self-Employed Individuals Number of days you were unable to perform services as a self-employed individual because of certain 2 Number of days you were unable to perform services as a self-employed individual because of certain coronavirus-related care you provided to another. (Do not include days you included in line 1.) See 3 If you are filing a fiscal year return, see instructions; otherwise enter 10 Amount of qualified sick leave wages subject to the \$511 per day limit you received from an employer 16 Amount of gualified sick leave wages subject to the \$200 per day limit you received from an employer If line 15 and line 16 are both zero, skip to line 24 and enter the amount from line 14. Enter the smaller of line 17 or \$2,000 . . . . . . . . . . . . . . . Subtract line 23 from line 14. If zero or less, enter -0-. Enter here and include on Schedule 3 (Form Part II Credit for Family Leave for Certain Self-Employed Individuals 25 Number of days you were unable to perform services as a self-employed individual because of certain coronavirus-related care you provided to a son or daughter. (Do not enter more than 50 days.) See Amount of qualified family leave wages you received from an employer (see instructions). . . . . If line 31 is zero, skip to line 35 and enter the amount from line 30. Subtract line 34 from line 30. If zero or less, enter -0-. Enter here and include on Schedule 3 (Form Form **7202** (2020)

For Privacy Act and Paperwork Reduction Act Notice, see your tax return instructions.

Version for 2021 not yet available.

Will apply in 2021 for credits between 1/1/21 – 9/30/21.

See IRS Notice 2020-54 for detailed guidance.

#### SCHEDULE 3 (Form 1040)

Department of the Treasury

#### **Additional Credits and Payments**

OMB No. 1545-0074

► Attach to Form 1040, 1040-SR, or 1040-NR.

► Go to www.irs.gov/Form1040 for instructions and the latest information.

2020 Attachment Sequence No. 03

Internal Revenue Service Name(s) shown on Form 1040, 1040-SR, or 1040-NR Your social security number Part I Nonrefundable Credits Credit for child and dependent care expenses. Attach Form 2441 . . . . . . . . 2 Retirement savings contributions credit. Attach Form 8880 . . . . . . . . . . . . . . . Other credits from Form: a 3800 b 8801 c Add lines 1 through 6. Enter here and on Form 1040, 1040-SR, or 1040-NR, line 20 Other Payments and Refundable Credits Part II Amount paid with request for extension to file (see instructions) . . . . . . . . . 9 Excess social security and tier 1 RRTA tax withheld . . . . . . . . . . . . . . . . . 11 12 Other payments or refundable credits: **b** Qualified sick and family leave credits from Schedule(s) H and c Health coverage tax credit from Form 8885 . . . . . . . . 12d e Deferral for certain Schedule H or SE filers (see instructions) . 12f 13 Add lines 8 through 12f. Enter here and on Form 1040, 1040-SR, or 1040-NR, line 31 For Paperwork Reduction Act Notice, see your tax return instructions. Cat. No. 71480G Schedule 3 (Form 1040) 2020

Version for 2021 not yet available.

SICK LEAVE PAYROLL & SELF-EMPLOYED TAX CREDITS

## SICK LEAVE TAX CREDITS

## EMPLOYEE & SELF-EMPLOYED WITH COVID AND/OR UNDER QUARANTINE

- 100% OF NET DAILY EARNINGS
  - NOT TO EXCEED \$511 PER DAY (\$5,110)
  - MAX 10 DAYS
- SELF-EMPLOYED CAN TAKE THE CREDIT ALSO
  - TAKEN AS TAX CREDIT ON FORM 1040
- ENDS SEPTEMBER 30, 2021
  - (WITH RESET ON APRIL 1, 2021)
- REFUNDABLE

## EMPLOYEE & SELF-EMPLOYED CARING FOR HOUSEHOLD FAMILY MEMBER WITH COVID AND/OR UNDER QUARANTINE

- 100% OF NET SELF-EMPLOYED DAILY EARNINGS
  - NOT TO EXCEED \$200 PER DAY
  - MAX 10 DAYS (\$2,000)
- THE ALLOWABLE AMOUNT REDUCE TO 67%
- SELF-EMPLOYED CAN TAKE THE CREDIT ALSO
  - TAKEN AS TAX CREDIT ON FORM 1040
- ENDS SEPTEMBER 30, 2021
  - (WITH RESET ON APRIL 1, 2021)
- REFUNDABLE

| COMP CAMPLONG OF COMP INDEP OF                  | A TO A NEW | TIME ETC | •     |   |
|---|------------|----------|-------|---|
| COVID, SYMPTOMS OF COVID, UNDER QUA             | AKANI      | INE, EIC | •     |   |
| Max \$511/Day Pay, Max 10 Days (No Partial Day  | ys)        |          |       |   |
| *   |            |          |       |   |
| 2020, Schedule C, Line 31 (Net Income)          | \$         | 38,000   | (a)   |   |
| Divided by 260 Days (52 weeks, 5 Days per Week) | \$         | 146      | (b) • | (a) Divided by (b)                                    |
|   |            |          |       |   |
| Max Daily Rate Allowed                          | \$         | 511      | (c)   | Set Limit by Law                                      |
| Enter the Lesser of (b) or (c)                  | \$         | 146      | (d)   | Lower of Daily Based on Net Earnings or Max \$511 Day |
|   |            |          |       |   |
| Number of Days Out (Max 10)                     |            | 10       | (e)   | Days  |
|   |            |          |       |   |
| Tax Credit Multiply (d) by (e)                  | \$         | 1,462    |       | Line 10 of Form 7202                                  |

<sup>\*</sup>Schedule C for 2021, not yet available. Example for tax estimate purposes based on 2020.

For 2020, Line 31 of Schedule C could be based on the higher of 2019 or 2020.

Keep an eye on the 2021 calculation possibly based also on the higher of a prior year(s).

| CARING FOR AN INDIVIDUAL WITH COVI              | D, SY | YMPTO  | MS  | OF CO | COVID, UNDER QUARANTINE, ETC.                         |
|---|-------|--------|-----|-------|---|
| Max \$200/Day Pay, Max 10 Days (No Partial D    |       |        |     |       |   |
| *<br>2020, Schedule C, Line 31 (Net Income)     | \$    | 38,000 | (a) |       |   |
|   |       |        |     |       |   |
| Divided by 260 Days (52 weeks, 5 Days per Week) | \$    | 146    | (b) |       | (a) Divided by (b)                                    |
| Max Daily Rate Allowed                          | \$    | 200    | (c) |       | Set Limit by Law                                      |
| Enter the Lesser of (b) or (c)                  | \$    | 146    | (d) |       | Lower of Daily Based on Net Earnings or Max \$200 Day |
| Multiply (d) by .67 (67%)                       | \$    | 98     | (e) |       | Reduced Down Allowed Daily Amount                     |
| Number of Days Out (Max 10)                     |       | 9      | (f) | •     | Days  |
| Гах Credit Multiply (d) by (e)                  | \$    | 881    |     |       | Line 13 of Form 7202                                  |

<sup>\*</sup> Schedule C for 2021, not yet available. Example for tax estimate purposes based on 2020.

For 2020, Line 31 of Schedule C could be based on the higher of 2019 or 2020.

Keep an eye on the 2021 calculation possibly based also on the higher of a prior year(s).



## FAMILY LEAVE TAX CREDITS

EMPLOYEE & SELF-EMPLOYED UNABLE TO WORK BECAUSE OF A NEED TO CARE FOR A CHILD WHOSE SCHOOL OR PLACE OF CARE IS CLOSED OR WHOSE CHILD CARE PROVIDER IS UNAVAILABLE DUE TO CORONAVIRUS PANDEMIC

- 100% OF NET SELF-EMPLOYED DAILY EARNINGS
  - NOT TO EXCEED \$200 PER DAY
  - MAX 50 DAYS (\$10,000)
- THE ALLOWABLE AMOUNT REDUCE TO 67%
- SELF-EMPLOYED CAN TAKE THE CREDIT ALSO
  - TAKEN AS TAX CREDIT ON FORM 1040
- ENDS NOW SEPTEMBER 30, 2021 (WITH RESET ON APRIL 1, 2021)
- REFUNDABLE

| FAMILY LEAVE PAYROLL TAX CRE              | DIT          |           |   |
|---|--------------|-----------|---|
| EMPLOYEE UNABLE TO WOR                    | K BECAUS     | SE OF A   | A NEED TO CARE FOR A CHILD SEE GUIDELINES PRESENTED   |
| Max \$200/Day Pay, Max 50 Days, Max       | \$10,000 (Pa | rtial Day | ys Allowed)   |
| *   |              |           |   |
| 2020, Schedule C, Line 31 (Net Income)    | \$ 38,000    | (a)       |   |
| Divided by 260 Days (52 weeks, 5 Days per | \$ 146       | (b)       | (a) Divided by (b)                                    |
| Max Daily Rate Allowed                    | \$ 200       | (c)       | Set Limit by Law                                      |
| Enter the Lesser of (b) or (c)            | \$ 146       | (d)       | Lower of Daily Based on Net Earnings or Max \$200 Day |
| Multiply (d) by .67 (67%)                 | \$ 98        | (e )      | Reduced Down Allowed Daily Amount                     |
| Number of Days Out (Max 50)               | • 36         | (f)       | Days  |
| Tax Credit Multiply (d) by (e)            | \$ 3,525     |           | Line 30 of Form 7202                                  |

<sup>\*</sup> Schedule C for 2021, not yet available. Example for tax estimate purposes based on 2020.

For 2020, Line 31 of Schedule C could be based on the higher of 2019 or 2020.

Keep an eye on the 2021 calculation possibly based also on the higher of a prior year(s).

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SELF-EMPLOYED (SCHEDULE C, E & F FILERS

## EIDL (ECONOMIC INJURY DISASTER LOAN) SELF-EMPLOYED

- STILL AVAILABLE AT www.SBA.gov
- STILL NOT-FORGIVABLE
- STILL FOR REQUIRED USE OF ON-GOING OPERATING EXPENSES OF THE STATED BUSINESS APPLIED FOR
- STILL ONE EIDL (LOAN) PER BUSINESS
- THERE IS NO 2<sup>ND</sup> LOAN MADE AVAILABLE, BUT INCLUDES IS INCREASE UP TO \$500,000
- RULE OF THUMB ON WHEN PAYMENTS BECOME DUE
  - RECEIVED IN 2020, 18 MONTH DEFERMENT
  - RECEIVED IN 2021, 24 MONTH DEFERMENT

## EIDL GRANTS (SELF-EMPLOYED)

- AVAILABLE BY SBA INVITATION ONLY (SBA SENDS INVITE BE EMAIL)
- NOT TAXABLE
- DOES NOT REDUCE TAX DEDUCTIONS
- NOT REPORTED ANYWHERE ON THE FORM 1040 OR SCHEDULES C, E OR F
- USES FOLLOW SAME RULES AS THE EIDL
- MAXIMUM IS \$15,000 PER BUSINESS, IF QUALIFIED, FOR ALL GRANTS COMBINED

### OTHER CARES ACT GRANTS ARE TAXABLE

• THESE ARE TAXABLE AS ORDINARY INCOME IN THE YEAR RECEIVED, AS FURTHER CLARIFIED BY THE IRS ON 5/25/21

• RENT ASSISTANCE MAY BE MASSIVELY MISSED



## REAL ESTATE HARNASSING THE TAX **BENEFITS**

# STATING THE OBVIOUS: WE MAY BE TOO BUSY "TO CLEAN THE WINDSHIELD" WHILE GOING 200 mph WITH OUR CIENTS?

- WHAT'S THE NORMAL COURSE OF ACTION WITH DEPRECIATION?
- WHAT'S THE MOST EXCITING TAX LAW TO HIT REAL ESTATE POSSIBLY EVER?
- HARNESS TAX BENEFITS TO THE FUTURE BY CONSIDERING NOT TAKING BONUS DEPRECIATION AND/OR SECTION 179 DEPRECIATION WITH CLIENTS THAT ARE DOWN IN REVENUE FOR 2021?
- TAX RATES GOING UP IN 2022, AND THUS, CARRYOVER DEPRECIATION MORE VALUABLE IN THE FUTURE?

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## FUTURE TAX CHANGES IN THE REAL ESTATE INDUSTRY?

- CURRENTLY REAL ESTATE RECAPTURE RATE ON DEPRECIATION IS A MAXIMUM OF 25%.
  - WOULD THAT CHANGE TO ORDINARY TAX RATES, AS DEPRECIATION REDUCES ORDINARY INCOME
- LIKE-KIND (1031) EXCHANGE
  - WILL IT SURVIVE?

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## OTHER LATEST DEVELOPMENTS



# IRS guidance on 100% deduction for business meals IRS NOTICE 2021-25 Applies to 2021 & 2022

- In Notice 2021-25, the Internal Revenue Service and the Treasury Department provide details on a provision of the COVID-19 relief package that Congress passed last December, which temporarily allows a 100 percent deduction for food or beverages from restaurants through the end of 2022. Normally, there's a 50 percent limit on the amount that businesses can deduct for food and beverages.
- The provision was included in the Taxpayer Certainty and Disaster Relief Act of 2020, which was part of the year-end Consolidated Appropriations Act of 2020. The goal was to help restaurants that had been hit hard by the pandemic while also giving businesses an expanded tax break for business meals.
- Under the rules enacted last December, starting Jan. 1, 2021, through Dec. 31, 2022, businesses can claim 100 percent of their food or beverage expenses paid to restaurants, as long as the business owner (or an employee of the business) is present when food or beverages are provided, and the expense isn't considered to be lavish or extravagant under the circumstances.

## 50% OF DEFERRED PAYROLL TAXES DUE BY DECEMBER 31, 2021

- ONE OF THE PAYROLL TAX PROVISIONS IN THE CARES ACT ALLOWED EMPLOYERS TO DEFER THE EMPLOYER SOCIAL SECURITY TAX FOR 2020.
- THE EMPLOYER SOCIAL SECURITY TAX IS DUE ON EMPLOYEE WAGES UP TO THE TAXABLE WAGE BASE OF \$137,700 FOR 2020.
  - THIS 6.2 PERCENT TAX IS OTHERWISE DEPOSITED WITH THE IRS ALONG WITH THE EMPLOYER 1.45 PERCENT MEDICARE TAX AND THE EMPLOYEE PAYROLL TAX AMOUNTS.
- UNDER THE CARES ACT, THE EMPLOYER COULD REFRAIN FROM DEPOSITING THE EMPLOYER'S 6.2 PERCENT TAX ACCRUING ON OR AFTER APRIL 1, 2020 THROUGH DEC. 31, 2020.
- THE COMPANY COULD INSTEAD DEPOSIT 50 PERCENT OF THE DEFERRED AMOUNT BY DECEMBER 31, 2021, AND DEPOSIT THE REMAINING 50 PERCENT DEFERRAL BY DECEMBER 31, 2022.

### Part-Time Worker Retirement Savings

- THE SECURE ACT (SECTION 112) EXPANDS 401(K) ACCESS TO PART-TIME EMPLOYEES FOR PLAN YEARS BEGINNING AFTER DECEMBER 31, 2020
  - EMPLOYERS COULD EXCLUDE PART-TIME EMPLOYEES FROM THEIR DEFINED CONTRIBUTION PLANS PRIOR TO THE SECURE ACT
- THE SECURE ACT REQUIRES QUALIFIED PLANS TO INCLUDE
  - LONG-TERM, PART-TIME EMPLOYEES WHO HAVE WORKED AT LEAST 500 HOURS PER YEAR IN THE PAST THREE CONSECUTIVE YEARS
    - PROVIDED THAT THE EMPLOYEE WAS AT LEAST 21 YEARS OLD AT THE END OF THE 3-YEAR PERIOD
    - THE 12-MONTH PERIODS BEGINNING BEFORE JAN. 1, 2021 WILL NOT BE TAKEN INTO ACCOUNT FOR DETERMINING CONSECUTIVE-YEAR PERIODS
  - EMPLOYEES WHO HAVE COMPLETED ONE YEAR OF SERVICE WITH OVER 1,000 HOURS OF SERVICE

### PARTNERSHIP SCHEDULE K-1

- PARTNERS BASIS MUST BE REPORTED ON "TAX BASIS"
  - THIS WAS REQUIRED IN 2020, HOWEVER, WAS IT INADVERTENTLY MISSED
  - ENSURE THE "TAX BASIS" IS BEING REFLECTED

### S-CORPORATION SCHEDULE K-1

- FORM 7203 COMING SOON REQUIRING BASIS BE FORMERLY REPORTED
  - FORMERLY REPORTING S CORPORATION SHAREHOLDER STOCK AND DEBT BASIS LIMITATIONS

### PPP LOAN FORGIVENESS INCREASES BASIS

THIS DOES NOT EQUAL AN OVERALL INCREASE TO BASIS.

- THE DEDUCTIBLE EXPENSES REDUCE BASIS
- THE TAX-EXEMPT INCOME INCREASES BASIS
- NET ZERO, OVERALL AFFECT TO BASIS

#### CONSOLIDATED APPROPRIATIONS ACT PROVIDES

- FORGIVENESS OF LOANS IS EXEMPT FROM TAX
- FORGIVEN LOAN AMOUNTS ARE TAX-EXEMPT INCOME
  - WITHIN THE MEANING OF SECS. 705 (PARTNERSHIPS) AND 1366 (S CORPORATIONS)
- FORGIVEN AMOUNTS ARE TREATED AS INCREASES IN BASIS TO THE OWNERS
- ANY AMOUNTS PAID FROM THE FUNDS OF THE FORGIVEN PPP LOANS ARE NOT SUBJECT TO DISALLOWANCE AS DEDUCTIONS MERELY DUE TO THE TAX-EXEMPT SOURCE OF FUNDS
- APPLIES TO ANY SUBSEQUENT PPP LOANS
- TREASURY DOES NOT HAVE THE AUTHORITY TO DISALLOW BASIS TO PARTNERS OR SHAREHOLDERS, OR DISALLOW DEDUCTIONS FOR PAYMENTS RESULTING FROM FORGIVEN LOAN PROCEEDS



| <b>1040</b>                                   | )    |         | rtment of the Treasury—Internal Revenue Ser<br>5. Individual Income Ta                                 |          | (99)<br>eturn | 2              | 02                 | 0          | OMB No. 1545             | 5-0074        | IRS Use Only                | —Do not v     | write or staple | in this space.                             |
|---|------|---------|--|----------|---------------|----------------|--------------------|------------|--------------------------|---------------|-----------------------------|---------------|-----------------|--|
| Filing Status<br>Check only<br>one box.       | s    | If you  | ingle Married filing jointly<br>u checked the MFS box, enter the<br>on is a child but not your depende | name (   |               |                |                    |            | Head of the HOH of       |               |                             |               | , ,             | dow(er) (QW)<br>he qualifying              |
| Your first name                               | a a  | nd mic  | ddle initial   | Last     | name          |                |                    |            |                          |               |                             | Your so       | cial securi     | ity number                                 |
| If joint return, s                            | spo  | use's   | first name and middle initial  | Last     | name          |                |                    |            |                          |               |                             | Spouse        | 's social se    | ecurity number                             |
| Home address                                  | (n   | umber   | r and street). If you have a P.O. box, se  | e instru | ctions.       |                |                    |            |                          | - 1           | Apt. no.                    | Check         | here if you,    |  |
| City, town, or p                              | pos  | t offic | e. If you have a foreign address, also o   | complet  | e spaces b    | elow.          |                    | Stat       | te                       | ZIP c         | ode                         | to go to      |                 | ntly, want \$3<br>. Checking a<br>t change |
| Foreign countr                                | y n  | ame     |  |          | Foreign       | orovin         | ce/state/o         | count      | ty                       | Foreig        | gn postal code              | your tax      | x or refund     | i. Spouse                                  |
| At any time du                                | urir | ng 20   | 20, did you receive, sell, send, ex  | change   | , or other    | wise           | acquire            | any 1      | financial intere         | est in a      | any virtual cu              | rrency?       | Yes Yes         | □ No                                       |
| Standard<br>Deduction                         |      |         | eone can claim: You as a di<br>pouse itemizes on a separate retu                                       |          |               |                |                    |            | a dependent              |               |                             |               |                 |  |
|   | _    |         | Were born before January 2,  | 1956     | Are t         |                |                    | use        |                          | $\overline{}$ | ore January 2               |               |                 | lind                                       |
| Dependent                                     | S    |         | nstructions):<br>rst name Last name  |          | (2)           |                | l security<br>nber |            | (3) Relationsh<br>to you | hip           | (4) ✓ if qu<br>Child tax cr |               | r (see instru   | uctions):<br>ther dependents               |
| If more<br>than four                          | ١    | (.,     | ot name Last name  |          |               |                |                    |            |                          | $\rightarrow$ |                             | oun           | Croat for o     | Their dependents                           |
| dependents,                                   | ľ    |         |  |          | _             |                |                    |            |                          |               |                             |               |                 |  |
| see instruction<br>and check                  | ıs · |         |  |          |               |                |                    |            |                          |               |                             |               |                 |  |
| here 🕨 🗌                                      |      |         |  |          |               |                |                    |            |                          |               |                             |               |                 |  |
|   | _    | 1_      | Wages, salaries, tips, etc. Attach   | Form(    | s) W-2 .      |                | . , .              |            |                          |               |                             | . 1           |                 |  |
| Attach<br>Sch. B if                           |      | 2a      | Tax-exempt interest  | 2a       |               |                | _                  | b T        | axable interes           | st .          |                             | . 2b          | •               |  |
| required.                                     |      | 3a      | Qualified dividends  | 3a       |               |                | _                  | <b>b</b> 0 | rdinary divide           | nds .         |                             | . 3b          | _               |  |
|   | ,    | 4a      | IRA distributions  | 4a       |               |                | _                  | b T        | axable amoun             | ıt            |                             | . 4b          | _               |  |
|   |      | 5a      | Pensions and annuities   | 5a       |               |                | _                  |            | axable amoun             |               |                             | . 5b          | _               |  |
| Standard<br>Deduction for—                    |      | 6a      | Social security benefits [   | 6a       |               |                | _                  |            | axable amoun             | ıt            |                             | . 6b          |                 |  |
| • Single or                                   | П    | 7       | Capital gain or (loss). Attach Sch   |          | ) if require  | ed. If         | not requ           | ired,      | , check here             |               | ▶ L                         | <b>□</b>   7  | _               |  |
| Married filing<br>separately.                 | П    | 8       | Other income from Schedule 1, li   |          |               |                |                    |            |                          |               |                             | . 8           | _               |  |
| \$12,400                                      | П    | 9       | Add lines 1, 2b, 3b, 4b, 5b, 6b, 7   | , and 8  | . This is y   | our <b>t</b> o | otal inco          | me         |                          |               | !                           | <b>▶</b> 9    | -               |  |
| <ul> <li>Married filing jointly or</li> </ul> | 1    | 10      | Adjustments to income:   |          |               |                |                    |            |                          |               |                             |               |                 |  |
| Qualifying                                    | П    | а       | From Schedule 1, line 22   |          |               |                |                    |            | 10                       |               |                             | _             |                 |  |
| widow(er),<br>\$24,800                        | П    | b       | Charitable contributions if you tak  |          |               |                |                    |            |                          | b             |                             | _             |                 |  |
| <ul> <li>Head of<br/>household.</li> </ul>    |      | C       | Add lines 10a and 10b. These are   |          |               |                |                    |            | ne                       |               | 1                           | 10            |                 |  |
| \$18,650                                      | _1   | 11      | Subtract line 10c from line 9. This  | s is you | ır adjuste    | d gro          | oss inco           | me         |                          |               | !                           | <b>▶</b>   11 | _               |  |
| If you checked                                |      | 12      | Standard deduction or itemize  | d dedu   | ctions (fr    | om S           | chedule            | A)         |                          |               |                             | . 12          | _               |  |
| Declaration                                   | ш    | 13      | Qualified business income deduc  | ction. A | ttach For     | m 899          | 5 or Fo            | m 8        | 995-A                    |               |                             | . 13          | _               |  |
| Deduction,<br>see instructions.               | J    | 14      | Add lines 12 and 13  |          |               |                |                    |            |                          |               |                             | . 14          |                 |  |
|   | 1    | 15      | Taxable income. Subtract line 1  | 4 from   | line 11. If   | zero           | or less,           | ente       | r-0                      |               |                             | . 15          |                 |  |
| For Disclosure,                               | P    | rivacy  | Act, and Paperwork Reduction Act   | Notice,  | see separ     | ate in         | struction          | s.         |                          | Cat.          | No. 11320B                  |               | Forr            | m <b>1040</b> (2020)                       |

# Qualified Business Income Deduction Form 1040, Line 13

#### What is this?

A tax deduction out of thin air which is 20% of your net business income as an additional tax deduction on your individual tax return.

Includes "QBI" from:

Schedule C & F

Schedule K-1's for S-Corporations & Partnerships

### QUALIFIED BUSINESS INCOME DEDUCTION + COVID STIMULUS

- WHILE THE QBI DEDUCTION IS CALCULATED & DETERMINED AT THE INDIVIDUAL LEVEL, THE FLOW-THRU ENTITY NONETHELESS REPORT "QUALIFIED BUSINESS INCOME"
  - QUALIFIED BUSINESS INCOME IS "TRADE OR BUSINESS INCOME"
    - EXCLUDES PPP LOAN FORGIVENESS
      - FORGIVEN OR NOT
    - EXCLUDES EIDL GRANTS
      - INCLUDES TARGETED EIDL GRANT & SUPPLEMENTAL EIDL GRANT
    - EXCLUDES EIDL (IT'S A LOAN)
    - INCLUDES TAXABLE OTHER COVID RELATED GRANTS
    - INCLUDES FAMILY & SICK LEAVE TAX CREDITS (OTHER INCOME)
      - IN TAX YEAR THE RELATED PAYROLL WAS DEDUCTED.
    - INCLUDES EMPLOYEE RETENTION TAX CREDITS (AS REDUCTION OF WAGES)
      - IN TAX YEAR THE RELATED PAYROLL WAS DEDUCTED.





## Infrastructure Bill became law 11/15/2021

- This ends the ERTC effective 9/30/2021
- ERTC is no longer available for 4<sup>th</sup> quarter 2021
- It was available for 4<sup>th</sup> quarter 2021, until this law
- ERTC still available for qualified wages & employer paid health insurance paid 3/13/2020-9/30/2021

## EMPLOYEE RETENTION TAX CREDIT (ERTC)

#### **EXECUTIVE SUMMARY**

- CAN TAKE IF RECEIVED PPP
  - RETROACTIVE BACK TO 3/13/2020
  - WAGES USED FOR ERTC CANNOT BE USED FOR PPP FORGIVENESS
  - WAGES USED ALREADY FOR PPP FORGIVENESS <u>CURRENTLY</u> CAN'T BE USED FOR ERTC PURPOSES
- CREDIT 50% OF QUALIFIED \$10,000 WAGES FOR 2020
- CREDIT 70% OF QUALIFIED \$10,000 WAGES FOR 2021 EXTENDED TO 9/30/2021 (NEW LAW)
- \$10,000 MAX WAGES PER CALENDAR YEAR 2020
  - MAX \$5,000 PAYROLL TAX CREDIT PER EMPLOYEE FOR ALL 2020
- \$10,000 MAX WAGES PER QUARTER FOR 1st, 2nd & 3RD QUARTERS 2021
  - MAX \$7,000 PAYROLL TAX CREDIT PER EMPLOYEE PER QUARTER
    - MAX \$21,000 PER EMPLOYEE FOR 2021 (NEW LAW EFFECTIVE 11/15/21)
- INCLUDES HEALTH INSURANCE PAID BY THE EMPLOYER FOR APPLICABLE PAYROLL
- EMPLOYER SIZE DEPENDENT ON AVERAGE NUMBER OF EMPLOYEES
  - BOTH 2020 AND 2021, THE AVERAGE NUMBER OF EMPLOYEES BASED ON 2019
  - THE THRESHOLD FOR 2020 IS 100 EMPLOYEES
  - THE THRESHOLD FOR 2021 IS 500 EMPLOYEES
  - THE THRESHOLD AND BELOW, ALL WAGES QUALIFY IF EMPLOYER QUALIFIES FOR ERTC (EXCEPTIONS EXIST)
  - ABOVE THE THRESHOLD, ONLY WAGES PAID TO EMPLOYEES THAT DIDN'T PROVIDE SERVICES QUALIFY FOR AN EMPLOYER WHO QUALIFIES FOR ERTC (EXCEPTIONS DO EXIST)
- NOT LIMITED TO EMPLOYER SOCIAL SECURITY TAXES & REFUNDABLE
- NOT AVAILABLE FOR MORE THAN 50% OWNERS OR SPOUSES, RELATED INDIVIDUALS IN MOST EVERY CIRCUMSTANCE OR SELF-EMPLOYED on SELF-EMPLOYED INCOME

- TWO WAYS TO QUALIFY (EITHER/OR) BOTH NOT REQUIRED
  - GOVERNMENT PARTIAL OR FULL SUSPENSION OF OPERATIONS LIMITING COMMERCE, TRAVEL, OR GROUP MEETINGS
  - OF
  - A SPECIFIC DECLINE IN GROSS RECEIPTS FOR THE QUARTER
- IF BY REDUCTION IN GROSS RECEIPTS
- 50% DECREASE IN GROSS RECEIPTS FOR 2020
  - 2020 QUARTER COMPARED TO CORRESPONDING QUARTER IN 2019
- 20% DECREASE IN GROSS RECEIPTS FOR 2021
  - 2021 QUARTER COMPARED TO CORRESPONDING QUARTER IN 2019
  - OPTION TO COMPARE TO PRECEDING QUARTER (IRS HAS TO ISSUE GUIDANCE)
- CLAIMING & RECEIVING THE ERTC
  - REPORT & FILE FORM 941 OR
    - EITHER CLAIMING A CREDIT CARRYOVER OR REFUND
  - IF DID NOT CLAIM ON FORM 941, FILE FORM 941-X
  - REGARDLESS OF METHOD TO RECEIVE THE BENEFIT OF THE PAYROLL TAX CREDIT, THE QUALIFIED WAGES & INFO MUST BE REPORTED ON FORM 941 (OR FORM 941-X IF NOT ON ORIGINAL FORM 941)

#### THE EMPLOYEE RETENTION TAX CREDIT IS

- QUALIFED WAGES
  - PLUS EMPLOYER PAID HEALTH INSURANCE
  - \$10,000 MAX PER EMPLOYEE WHEN ADDING BOTH TOGETHER

#### DURING QUALIFIED PERIOD

- DURING GOVERNMENTAL ORDER
- ENTIRE QUARTER, WHEN GROSS RECEIPTS DOWN COMPARED TO 2019
  - 20% IN 2021
  - 50% IN 2020

#### MULTIPLIED BY

- 70% in EACH QUARTER in 2021 (NOW ONLY QUARTERS 1, 2 & 3)
- 50% for ENTIRE YEAR in 2020

#### GFT MONEY FROM IRS

- File Form 941 for refund or applied credit (reporting ERTC regardless) and/or
- File Form 941x for refund or applied credit (if did not do the above)



### THE BIG PPP Loan & PPP Forgiveness QUESTIONS!

Is PPP taxable? NO

Do you report PPP as income? NO

Does PPP reduce your tax deductions? NO

Is this the same for self-employed individuals? YES



How long are PPP loan payments deferred? From the disbursement date plus 24 weeks plus 10 months.\*

When should you file for PPP loan forgiveness? Anytime, up until payments are done being deferred.\*

The bank says if I don't apply for PPP loan forgiveness in time, the SBA won't forgive it. Is this true? NOT REALLY Only if you didn't file for PPP loan forgiveness 5 years after you got the PPP loan (maturity date) or 2 years if you got the PPP loan on or before June 5, 2020.

What if I don't apply for PPP loan forgiveness, and payments begin on my PPP loan?

1) Make payments! 2) Apply for PPP loan forgiveness. 3) When you get PPP loan forgiveness, the SBA will pay the bank.



## THE BIG EIDL & EIDL Grant QUESTIONS!

Is the EIDL taxable? NO

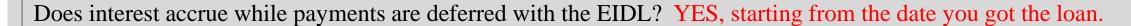
Is the EIDL grant, EIDL supplemental grant or EIDL targeted supplemental grant taxable? NO

Do you report EIDL or any of the EIDL grants as income? NO

Does the EIDL or any of the EIDL grants reduce your tax deductions? NO

Is this the same for self-employed individuals? YES





Will I have to report any additional information to the SBA after I got the loan? Receipts upon SBA request.

NOTE: According to EIDL loan documents, an annual financial statement within 3 months after the close of the year.

What can I use the EIDL and EIDL grant for? Operational expenses, business debt, new assets (some exceptions).

Can I pay myself (the owner) with EIDL or EIDL grant? YES, with exceptions shared verbally during seminar.



## THE BIG ERTC QUESTIONS!

Is the Employee Retention Tax Credit (ERTC) taxable? YES



Do you report ERTC as income? NO

Does ERTC reduce tax deductions? YES, it reduces deductible wages. (Increases taxable net income.)

When does the ERTC reduce down tax deductions? In the year the credit applied to (based on when wages deducted).

If I get the ERTC "credit" in 2021 that was an ERTC for year 2020, what year do I reduce wages? 2020

What if I haven't received the ERTC "credit" yet, but it was for year 2020, what year do I reduce wages? 2020

Is this the same for self-employed individuals? NO, self-employed don't qualify for ERTC on their earnings.

Can a self-employed individual get the ERTC? YES, but only on their employees qualifying wages.

Does a more than 50% owner qualify for ERTC on their wages? NO, unless under IRS Code Section 267(c)

Does the spouse of a more than 50% owner qualify for ERTC on their wages? NO, unless under IRS Code Section 267(c)

## THE BIG PPP Loan & PPP Forgiveness QUESTIONS!

Is PPP taxable? NO

Do you report PPP as income? NO

Does PPP reduce your tax deductions? NO

Is this the same for self-employed individuals? YES

When is the PPP loan forgiveness application due? By the maturity of the loan.

How long are PPP loan payments deferred? From the disbursement date plus 24 weeks plus 10 months.\*

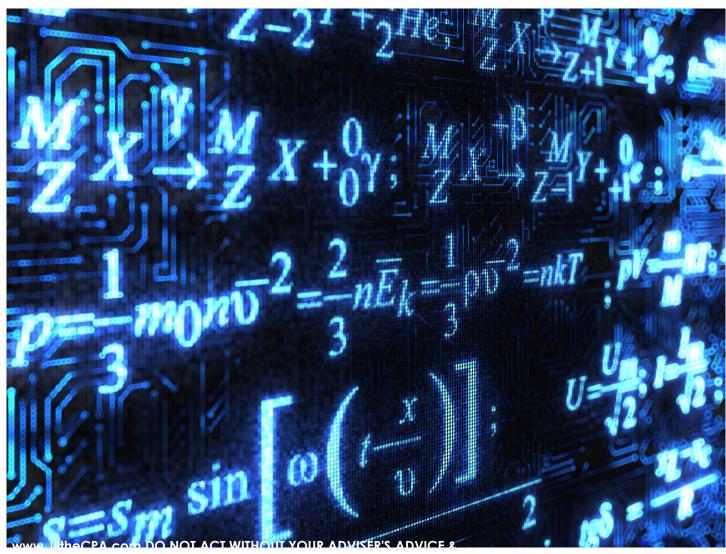
When should you file for PPP loan forgiveness? Anytime, up until payments are doing being deferred.\*

The bank says if I don't apply for PPP loan forgiveness in time, the SBA won't forgive it. Is this true? Only if you didn't file for PPP loan forgiveness 5 years after you got the PPP loan (maturity date).

What if I don't apply for PPP loan forgiveness, and payment begin on my PPP loan?

Make payments. Apply for PPP loan forgiveness. When you get PPP loan forgiveness, the SBA will pay the bank.





#### RECOMMENDATION [ALL INFORMATIONAL PURPOSES ONLY] SEE DISCLAIMER ON PAGE 3, THANKS!

## YOUR 2021 TAX ESTIMATE

DO YOU WAIT

TO SEE

WHAT THE

**NEW TAX** 

LAWS WILL BE?

## KEY FIGURES TO HAVE FOR YOUR 2021 TAX ESTIMATE

STEP 1:

IDENTIFY ON FORM 1040 – YEAR 2020

LINE 15 Taxable Income

LINE 24 Total Tax

LINE 25d Total Withholdings

LINE 26 Total Estimated Tax Payments

| §1040  |       | epartment of the Treasury—Internal Revenue Servi   |             | (99)<br>IFD | 20               | 20            | OMB No. 1545     | .0074         | IDS I lea Colo | Do not yee'   | e or staple in this space.  |  |  |
|--|-------|--|-------------|-------------|------------------|---------------|------------------|---------------|----------------|---------------|---|--|--|
| Filing Status<br>Check only<br>one box.              | if    | Single Married filing jointly  you checked the MFS box, enter the nerson is a child but not your dependent | Marrie      | d filing    | separa           | tely (MFS)    | Head of          | house         | hold (HOH)     | Qualif        | ying widow(er) (QW)   |  |  |
| Your first name                                      | and   | middle initial   | Last na     | me          |                  |               |                  |               |                | Your soci     | al security number  |  |  |
| If joint return, s                                   | pous  | e's first name and middle initial  | Last na     | me          |                  |               |                  |               |                | Spouse's      | social security number  |  |  |
| Home address   | (nun  | ber and street). If you have a P.O. box, see   | instruction | ons.        |                  |               |                  | A             | Apt. no.       |               | ial Election Campaign<br>re if you, or your   |  |  |
| City, town, or p                                     | ost   | office. If you have a foreign address, also co   | mplete s    | paces be    | elow.            | Stat          | te               | ZIP co        | ZIP code sp    |               | spouse if filing jointly, want \$3<br>to go to this fund. Checking a<br>box below will not change |  |  |
| Foreign country                                      | / nar | ne   | F           | oreign p    | rovince/         | state/count   | ty               | Foreig        | n postal code  |               |   |  |  |
| At any time du                                       | ring  | 2020, did you receive, sell, send, exch  | hange, o    | r other     | wise ac          | quire any t   | financial intere | st in a       | ıny virtual cu | rency?        | Yes No  |  |  |
| Standard<br>Deduction                                |       | meone can claim: You as a de Spouse itemizes on a separate return  | n or you    | were a      | dual-s           | tatus alien   |                  |               |                |               |   |  |  |
| Age/Blindness  | _     | <ul> <li>Were born before January 2, 19</li> <li>ee instructions):</li> </ul>                              | 956 _       | Are b       | lind<br>Social s | Spouse        | (3) Relationsh   |               | ore January 2  |               | Is blind  |  |  |
| If more  |       | First name Last name   |             | (2)         | numbe            |               | to you           |               | Child tax or   |               | redit for other dependents  |  |  |
| than four<br>dependents,                             | _     |  |             |             |                  |               |                  | $\rightarrow$ |                | $\rightarrow$ |   |  |  |
| see instruction                                      | s —   |  |             |             |                  | $\rightarrow$ |                  |               |                |               |   |  |  |
| and check<br>here ►                                  | -     |  |             |             |                  |               |                  | $\rightarrow$ |                | _             |   |  |  |
| =  | 1     | Wages, salaries, tips, etc. Attach F   | Form(s) \   | V-2 .       | ٠                |               |                  |               |                | 1             |   |  |  |
| Attach   | 2     | Tax-exempt interest  | 2a          |             |                  | в та          | axable interes   | t .           |                | 2b            |   |  |  |
| Sch. B if<br>required.                               | _3    | a Qualified dividends  | 3a          |             |                  | <b>b</b> 0    | rdinary divide   | nds .         |                | 3b            |   |  |  |
|  | 4     | a IRA distributions  | 4a          |             |                  | b Ta          | axable amoun     | t             |                | 4b            |   |  |  |
|  | 5     |  | 5a          |             |                  |               | axable amoun     |               |                | 5b            |   |  |  |
| Standard<br>Deduction for—                           | 6     |  | 6a          |             |                  |               | axable amoun     | t             |                | 6b            |   |  |  |
| • Single or  | 7     | Capital gain or (loss). Attach Sched   |             | require     | d. If no         | t required,   | , check here     |               | ▶ L            | 7             |   |  |  |
| Married filing<br>separately                         | 8     | Other income from Schedule 1, line   |             |             |                  |               |                  |               |                | 8             |   |  |  |
| \$12,400   | 9     | Add lines 1, 2b, 3b, 4b, 5b, 6b, 7,  | and 8. T    | his is yo   | our <b>tot</b> a | al income     |                  |               | 1              | 9             |   |  |  |
| <ul> <li>Married filing jointly or</li> </ul>        | 10    | Adjustments to income:   |             |             |                  |               | 1                | 1             |                |               |   |  |  |
| Qualifying<br>widow(er),                             |       | a From Schedule 1, line 22   |             |             |                  |               | 10               | _             |                | _             |   |  |  |
| \$24,800   |       | <ul> <li>Charitable contributions if you take</li> </ul>   |             |             |                  |               |                  | b             |                |               |   |  |  |
| <ul> <li>Head of<br/>household.</li> </ul>           |       | c Add lines 10a and 10b. These are   |             |             |                  |               | ne               |               | !              |               |   |  |  |
| \$18,650   | 11    |  |             | -           | _                |               |                  |               | 1              | 11            |   |  |  |
| <ul> <li>If you checked<br/>any box under</li> </ul> | 12    |  |             |             |                  |               |                  |               |                | 12            |   |  |  |
| Standard   | 13    | Qualified business income deducti  | ion. Atta   | ch Forn     | n 8995           | or Form 8     | 995-A            |               |                | 13            |   |  |  |
| Deduction,<br>see instructions.                      | 14    | Add lines 12 and 13  |             |             |                  |               |                  |               |                |               |   |  |  |
| =  | 15    | Taxable income. Subtract line 14   | from lin    | e 11. lf    | zero or          | less, ente    | r-0              |               |                | 15            |   |  |  |
| For Disclosure,                                      | Priv  | acy Act, and Paperwork Reduction Act N   | otice, se   | e separa    | ate instr        | ructions.     |                  | Cat. N        | No. 11320B     |               | Form 1040 (2020)  |  |  |

| Form 1040 (2020   | )     |   |                    |                     |                   |                        |             |                               | Page 2                    |  |
|---|-------|---|--------------------|---------------------|-------------------|------------------------|-------------|-------------------------------|---------------------------|--|
|   | 16    | Tax (see instructions). Check   | if any from Form   | (s): <b>1</b> 🔲 881 | 4 2 4972          | 3 🗌                    |             | 16                            |                           |  |
|   | 17    | Amount from Schedule 2, lin   | e3                 |                     |                   |                        |             | 17                            |                           |  |
|   | 18    | Add lines 16 and 17   |                    |                     |                   |                        |             | 18                            |                           |  |
|   | 19    | Child tax credit or credit for  | other dependent    | ts                  |                   |                        |             | 19                            |                           |  |
|   | 20    | Amount from Schedule 3, lin   | e7                 |                     |                   |                        |             | 20                            |                           |  |
|   | 21    | Add lines 19 and 20   |                    |                     |                   |                        |             | 21                            |                           |  |
|   | 22    | Subtract line 21 from line 18   | . If zero or less, | enter -0            |                   |                        |             | 22                            |                           |  |
|   | 23    | Other taxes, including self-e   | mployment tax,     | from Schedule       | 2, line 10        |                        |             | 23                            |                           |  |
|   | 24    | Add lines 22 and 23. This is  | your total tax     |                     |                   |                        | <b>●</b> ►  | 24                            |                           |  |
|   | 25    | Federal income tax withheld   | from:              |                     |                   |                        |             |                               |                           |  |
|   | а     | Form(s) W-2   |                    |                     |                   | 25a                    |             |                               |                           |  |
|   | b     | Form(s) 1099  |                    |                     |                   | 25b                    |             | 1                             |                           |  |
|   | c     | Other forms (see instructions   | s)                 |                     |                   | 25c                    |             | 1                             |                           |  |
|   | d     | Add lines 25a through 25c   |                    |                     |                   |                        |             | 25d                           | _                         |  |
| • H vou bour o  | 26    | 2020 estimated tax payment  | s and amount a     | pplied from 20      | 19 return         |                        |             | 26                            |                           |  |
| <ul> <li>If you have a L<br/>qualifying child,</li> </ul> | 27    | Earned income credit (EIC)  |                    |                     |                   | 27                     |             |                               |                           |  |
| attach Sch. EIC.  | 28    | Additional child tax credit. A  | ttach Schedule 8   | 3812                |                   | 28                     |             | 1                             |                           |  |
| nontaxable  | 29    | American opportunity credit   | from Form 8863     | line 8              |                   | 29                     |             | 1                             |                           |  |
| combat pay,<br>see instructions.                          | 30    | Recovery rebate credit. See   |                    |                     |                   | 30                     |             | 1                             |                           |  |
| $\overline{}$   | 31    | Amount from Schedule 3, lin   |                    |                     |                   | 31                     |             | 1                             |                           |  |
|   | 32    | Add lines 27 through 31. The  |                    |                     | ents and refunda  | ble credits            | . ▶         | 32                            |                           |  |
|   | 33    | Add lines 25d, 26, and 32. T  |                    |                     |                   |                        | . ▶         | 33                            |                           |  |
| Defend  | 34    | If line 33 is more than line 24   |                    |                     |                   | nt vou <b>overpaid</b> |             | 34                            |                           |  |
| Refund  | 35a   | Amount of line 34 you want i  |                    |                     |                   | ,                      | ▶ □         | 35a                           |                           |  |
| Direct deposit?   | ►b    | Routing number  |                    |                     | ▶ c Type:         | _                      | Savings     |                               |                           |  |
| See instructions.   | ►d    | Account number  |                    |                     |                   |                        |             |                               |                           |  |
|   | 36    | Amount of line 34 you want a  | applied to your    | 2021 estimate       | dtax ►            | 36                     |             |                               |                           |  |
| Amount  | 37    | Subtract line 33 from line 24   | This is the amo    | ount you owe        | now               |                        | . •         | 37                            |                           |  |
| You Owe   |       | Note: Schedule H and Sch  |                    | -                   |                   |                        | owe for     |                               |                           |  |
| For details on  |       | 2020. See Schedule 3, line 1  |                    |                     |                   | or the taxes you       | 0110 101    |                               |                           |  |
| how to pay, see<br>instructions.                          | 38    | Estimated tax penalty (see in   | structions) .      |                     | 🕨                 | 38                     |             |                               |                           |  |
| Third Party   | Do    | you want to allow another   | person to disc     | uss this retur      | n with the IRS?   | See                    |             |                               |                           |  |
| Designee  | ins   | tructions   |                    |                     |                   | Yes. C                 | omplete b   | elow.                         | No                        |  |
|   |       | signee's  |                    | Phone               |                   |                        | onal identi |                               |                           |  |
|   |       | me 🕨  |                    | no. ►               |                   |                        | ber (PIN)   |                               |                           |  |
| Sign  |       | der penalties of perjury, I declare t<br>ief, they are true, correct, and com |                    |                     |                   |                        |             |                               |                           |  |
| Here  |       | ur signature  |                    | Date                | Your occupation   |                        |             |                               | nt you an Identity        |  |
|   | . 10  | ur signature  |                    | Date                | rour occupation   |                        |             |                               | IN, enter it here         |  |
| Joint return?   | _     |   |                    |                     |                   |                        |             | (see inst.) ▶                 |                           |  |
| See instructions.<br>Keep a copy for                      | Sp    | ouse's signature. If a joint return, t  | ooth must sign.    | Date                | Spouse's occupati | ion                    |             | f the IRS sent your spouse an |                           |  |
| your records.   | •     |   |                    |                     |                   |                        |             | inst.) 🕨                      | ection PIN, enter it here |  |
|   | - Dh  | one no.   |                    | Email address       |                   |                        | (300        | 1151.7                        |                           |  |
|   |       | parer's name  | Preparer's signat  |                     |                   | Date                   | PTIN        |                               | Check if:                 |  |
| Paid  | . 10  | pa o o namo   | r reparer a aignat | ui c                |                   | Date                   |             |                               | Self-employed             |  |
| Preparer  |       | -l <b>b</b>   |                    |                     |                   |                        | Di          |                               | Sell-elliployed           |  |
| Use Only  |       | n's name ▶<br>n's address ▶   |                    |                     |                   |                        |             | ne no.<br>'s EIN ▶            |                           |  |
| Co to work in   |       |   | et information     |                     |                   |                        | Firm        | S EIN                         |                           |  |
| Go to www.irs.go  | w/rom | 1040 for instructions and the late  | st information.    |                     |                   |                        |             |                               | Form 1040 (2020)          |  |

## KEY FIGURES TO HAVE FOR YOUR 2021 TAX ESTIMATE

STEP 2:

HOW MUCH WILL TAXABLE INCOME CHANGE IN 2021, AS COMPARED TO 2020

HOW MUCH MORE or LESS IS TAXABLE INCOME (LINE 15) GOING TO BE IN 2021?

STEP 3:

MULTIPLY THE AMOUNT OF DIFFERENCE [FROM STEP 2] BY 30%

STEP 4:

ADD OR SUBTRACT THE AMOUNT [FROM STEP 3] TO LINE 24 ON 2020 FORM 1040

## KEY FIGURES TO HAVE FOR YOUR 2021 TAX ESTIMATE

STEP 5:

NOW THAT KNOW YOU HAVE THE ESTIMATED TAX FOR 2021

DETERMINE HOW MUCH 2021 TAX HAS BEEN PAID IN, OR WILL BE PAID IN TOWARDS THAT AMOUNT

THE MATH: TAKE THE AMOUNT FROM STEP 4

SUBTRACT: CARRYOVER CREDIT FROM 2020 TO 2021

2021 WITHHOLDINGS

2021 ESTIMATED TAX PAYMENTS

THE DIFFERENCE IS THE ESTIMATED AMOUNT YOU WILL OWE OR GET BACK

STEP 6: WHAT CAN YOU DO ABOUT IT?

# KEY FIGURES TO HAVE FOR YOUR BUSINESS THAT AFFECTS YOUR 2021 TAX ESTIMATE

How Much More in 2021 Gross Income \$185,000

LESS

How Much More in 2021 Total Expenses \$85,000

**EQUALS** 

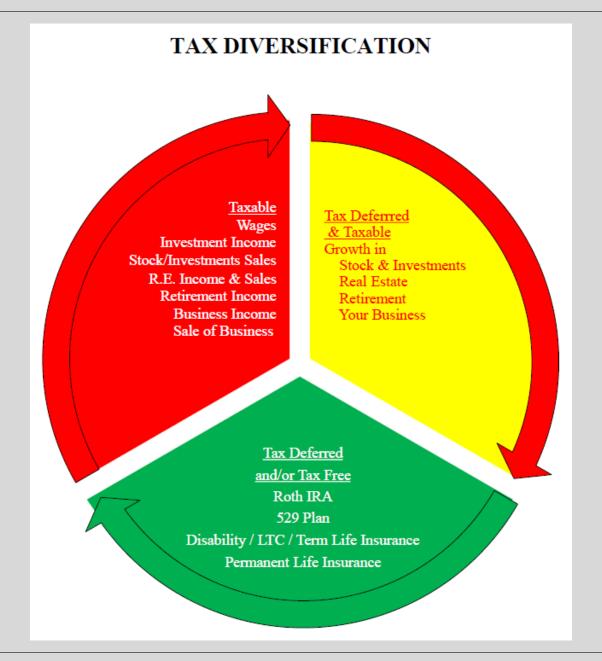
How Much More in 2021 Total Ordinary Tax Income \$100,000

| 2021 Estimated Tax Calculation                        | 2020    | D.IM       | 2024                 |
|---|---------|------------|----------------------|
|   | 2020    | Difference | 2021                 |
|   | Actual  |            | Estimated            |
| Taxable Income (Line 15)                              | 150,000 | 100,000    | 250,000              |
|   |         | 30%        |                      |
| Estimated Tax Difference                              |         | 30,000     |                      |
| Tax (Line 24)   | 24,500  | 30,000     | 54,500               |
| Less Tax Payments Towards Tax                         |         |            |                      |
| Carryover Credit from 2020 to 2021                    | -       | -          | -                    |
| Tax Withholdlings from Wages or Retirement (Line 25d) | 15,000  | -          | 15,000               |
| Estimated Tax Payments (Line 26)                      | 10,000  | -          | 10,000               |
| Total Tax Payments Towards Tax                        | 25,000  | -          | 25,000               |
| Estimated Additional Amount Owe or Estimated (Refund) | (500)   |            | 29,500               |
|   |         | WHAT (     | CAN YOU DO ABOUT IT? |

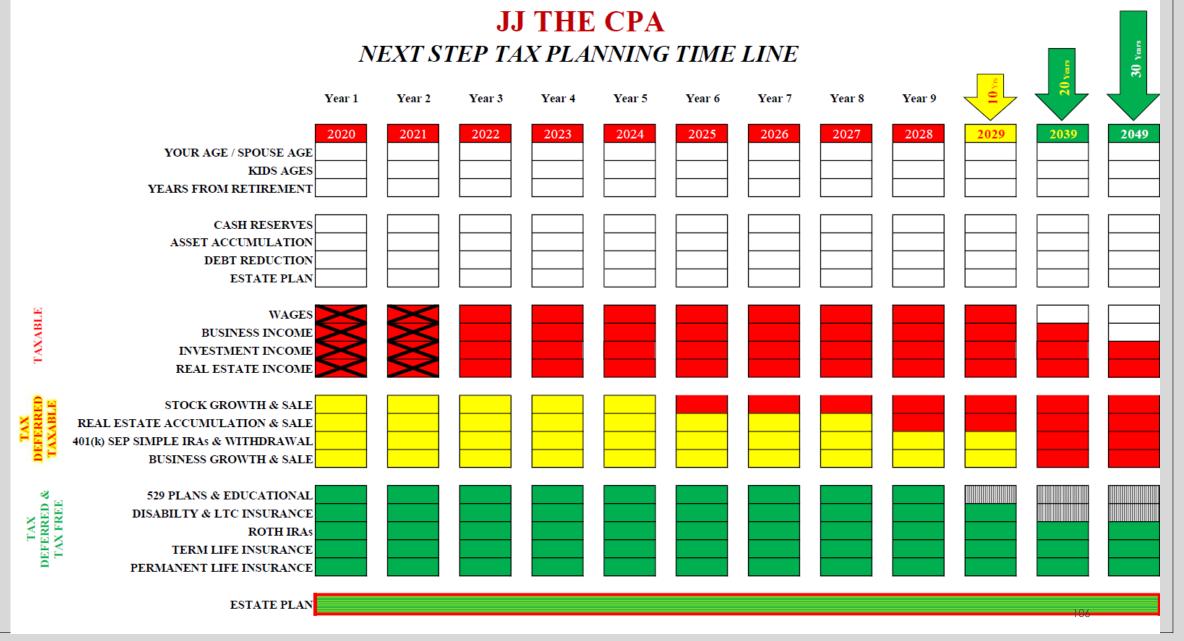


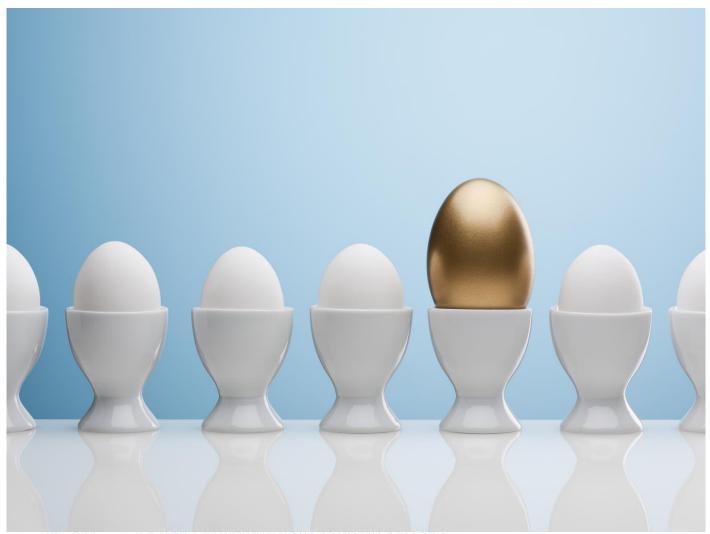
www.JJthacpa.com do not act Without Your Adviser's advice & Recommendation [all informational purposes only] see Disclaimer on page 3, Thanks!

TAX LAW CHANGES ARE IMMINENT FOR INCREASES, **MOST LIKELY** STARTING NOW, THIS YEAR...



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# SET UP A ROTH IRA IF YOU CAN

WITH THESE BE
GOING AWAY?
GRANDFATHER YOURSELF IN.

IS YOUR PERSONAL INCOME GOING TO BE DOWN FOR 2021?

CONSIDER SETTING UP A ROTH IRA NOW.

NO CURRENT TAX DEDUCTION.

GROWS TAX-FREE.

PULL IN RETIREMENT TAX-FREE.

DO NO WAIT UNTIL 4/15/2022



## BANKS

RIGHT NOW

ARE
REDUCING
CREDIT.
SECURE
YOURS
RIGHT NOW!



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# LIFE INSURANCE COSTS WILL BE INCREASING WITH COVID AFTERMATH

HOW MUCH

DO AON NEEDS

**GET IT NOW!** 

HOM WNCHS

DEBT +

MONTHLY LIVING x 200

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# DISABILITY INSURANCE COSTS WILL BE INCREASING WITH COVID AFTERMATH

HOW MUCH DO YOU NEED? GET IT NOW!

HOM WICHS

INCOME x 60%

IS MAX YOU CAN

**EVEN GET!** 



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## PLAN TO INCREASE YOUR PRICES

THE COST OF

DOING BUSINESS

IN 2022 IS GOING UP.

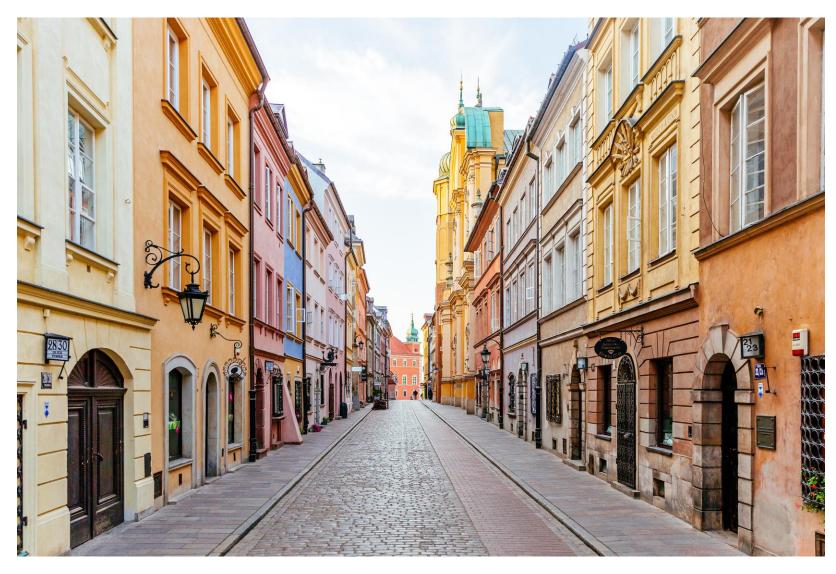
DO NOT WAIT.

INCREASE BEFORE THE TREND TO MAINTAIN YOUR PROFITS.

BE THE

STOCKBROKER

FOR YOUR BUSINESS



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## COMMERCIAL REAL ESTATE GET READY TO CHANGE HANDS

LEASING?

SECURE YOU WILL BE

WHERE YOU ARE?

HOW LONG?

**CONSIDER LOCKING** 

IN YOUR LEASE

AND/OR

EXTENSION PROVISIONS

/18/2021



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### RE-FINANCE YOUR HOME LOAN?

RATES COULD BE AT THEIR LOWEST.

REFINANCE FOR THE LOWER RATE

BUT

FOR SHORTER PERIOD.

#### JJ THE CPA



48 HOURS



## ATTENDANCE FORM SUBMISSION WITHIN 48 HOURS IS REQUIRED TO OBTAIN CPE

Email to help@jjthecpacpe.com

#### ATTENDANCE FORM

SUBMISSION WITHIN 48 HOURS IS REQUIRED TO OBTAIN CPE
Email to help@jjthecpacpe.com

This form proves you attended the course during the live presentation
YOU MUST ATTEND DURING THE LIVE PRESENTATION
AND SUBMIT BY EMAIL THIS REQUIRED "ATTENDANCE FORM"
WITHIN 48 HOURS TO RECEIVE CPE CREDIT.
YOU WILL NOT RECEIVE CPE CREDIT WITHOUT SUBMITTING THIS FORM

Participants Name: JOSHUA JENSON

Program Title: FEDERAL INDIVIDUAL TAX UPDATE

Program Date: 11/18/2021

Write the number of whole CPE credit hours you earned for each fifty minutes your attended 3

Words presented by the instructor during the live seminar: NOTE: There are 4 words stated by the instructor for each fifty minutes of CPE credit hour presented. You must submit at least 70% of the words to receive full credit for each hour of CPE presented. Only full credit hours issued.

1. WORD

<sub>5.</sub> WORD

<sub>9.</sub> WORD

2. WORD

6. WORL

10. WORD

3. WORL

» WORD

11. WORD

12. WORD

My signature below indicates I attended the seminar during the live presentation and the number of CPE credit hours listed above is true and correct.

Signature of participant

This form proves you attended the course during the live presentation

YOU MUST ATTEND DURING THE LIVE

PRESENTATION

AND SUBMIT BY EMAIL THIS REQUIRED

"ATTENDANCE FORM"

WITHIN 48 HOURS TO RECEIVE CPE CREDIT.
YOU WILL NOT RECEIVE CPE CREDIT WITHOUT
SUBMITTING THIS FORM



#### AS SEEN ON THE WEBPAGE

**CLICK HERE** for "Attendance Form" details and how to prepare it

**CLICK HERE** for the required **Attendance Form** to submit *within 48 hours after seminar ends* 

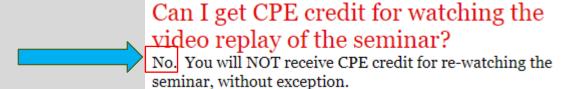
#### AS PROVIDED ON THE WEBPAGE

#### When can I re-watch the seminar?

Approximately 48 hours has passed (after the seminar has ended) you will emailed a link to re-watch the seminar for 30 days. You will NOT receive CPE credit for re-watching the seminar.

## When will I get my CPE certificate of completion?

Within 3 business days of you submitting the Attendance Form with the required words to help@jjthecpacpe.com.



## How long do I have to re-watch the seminar?

You will be able to re-watch the seminar for 30 days, however, you will ONLY be able to receive CPE credits for your LIVE attendance to this seminar during the designated time.

## Sign up at www.JJtheCPA.com





EMPLOYEE
RETENTION
TAX CREDIT
& Bonus Materials



Sign up at www.JJtheCPA.com

CONTINUING PROFESSIONAL EDUCTION by

## JJ THE CPA

**SIGN UP NOW!** 

INDIVIDUAL
TAX UPDATE

BUSINESS
TAX UPDATE

RETENTION
TAX CREDIT
COMPLETE 2021 ERTC

CPE FEDERAL

Biz & Individual

TAX UPDATE

Sign up at www.JJtheCPAcpe.com



Sign up at www.JJtheCPAcpe.com

11/18/2021

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#### ERTC SEMINAR

WHEN YOU PURCHASE THIS SEMINAR YOU GET AN IMMEDIATE EMAIL with

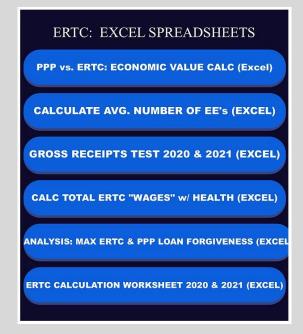
ACCESS TO A PRIVATE WEBPAGE with

#### IMMEDIATE ACCESS

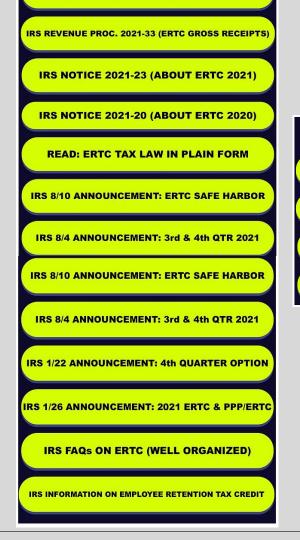
FLOWCHARTS, EXCEL SHEETS, EXAMPLES & LINKS

GET ALL MATERIALS ASAP,



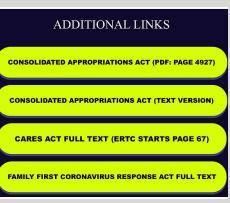






IRS LINKS RELATED TO ERTC

**IRS NOTICE 2021-49 (ERTC CLARIFICATIONS)** 



#### **CHECK OUT MY CHANNEL**



"JJ THE CPA"



THE CPA

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## THANK YOU!

I APPRECIATE YOU!

THANK YOU FOR YOUR BUSINESS!

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