

# Greetings from the Ledger Rite !

## Move Updates:

**Big News: We have moved as of Jan 18th ..... Finally !!**

*Small issue:* Parking is not great—we love our new location but our parking lot is smaller than we wanted. So just a heads up Two doors down is ST Paul’s church and we have checked with them you may park close to the church if necessary ..

We don’t think you will have too.. But just in case :)

## Welcome to Tax Season 2020:

### New Items this year to talk about :)

1. Charity deduction of \$300 (cash and checks only) to be added to the standard deduction amount (if not using Sch A deductions)
2. IRA deferral withdraws for 2020 will not have to be taken in 2021, IRA withdrawals will have a choice to have it taxed in 2020 or do a 3 year averaging on the amount withdrawn Form 8915-E
3. RMD from Pensions/IRA age limit has increased to 72.5 and a new chart is available :)
4. Medical cap 7.5% AGI deduction has been extended for 2020 (this will increase to 10% in 2021) Most tax payers do not use the Schedule A since 2018
5. IRA and HSA’s have 4-15-21 deadlines for contributions– IRA contributions plus W-2 deferred amounts can not exceed \$19500 in 2020 and are subject to AGI under \$75,000. HSA’s in 2020 contributions (Single \$3550 with \$1000 make up over age 55, Family \$7100 with make up according to account holders age of 55)
6. Energy Credit is still available if you have not used all or any of the \$500 credit Form 5695 is still available for Windows–Doors–Roofs–Furnaces–Other energy savings (Not appliances)



Important Dates:	
01/15	Final 2020 Estimates due
01/31	W-2's and 1099's Deadlines—these need to be in the mail
01/25	IRS efile system opens
02/10	Personal Property Exemption forms deadline
02/20	Personal Property forms deadline
02/28	State of MI Annual filing deadline
03/15	S-Corp 1120S and Partnership 1065 returns due
04/15	1040 Personal and 1120C Corporation due



MI Ave View





## Stimulus Payments

First round Stimulus Monies received in 2020: *We had quite the debate with Tax Class and JRS whether or not this was a taxable amount or refund deduction... Answer is...* Neither this is NOT taxable and does not effect your refund :) YEAH.. However there a follow up to the Stimulus payment on your taxes .. **We will need to know how much you received in your payment** and then if the full amount is correct we are all set.. If you were shorted funds due to in-come levels we will have a chance to review and perhaps get the rest. **HOWEVER WE DO NOT WANT TO ASSUME YOU RECEIVED YOUR FUNDS AND IF YOU HAVEN'T THE TAX RETURN WILL ADD THESE FUNDS TO YOUR REFUND AND PAY OUT ACCORDINGLY. This is only for funds received last year .. NOT in Jan for the second wave.**

### Other Tax Changes:

Standard Deduction has increased to Single \$12400, Joint \$24800 and Head of House Hold \$18650 \*\*This is the amount we can add \$300 for charity (cash or check only)

### Things staying the same on the tax return:

All deadlines.. Currently everything is back on standard schedules

Children under 17 are still only worth \$2000 and any other dependents are still worth \$500 each

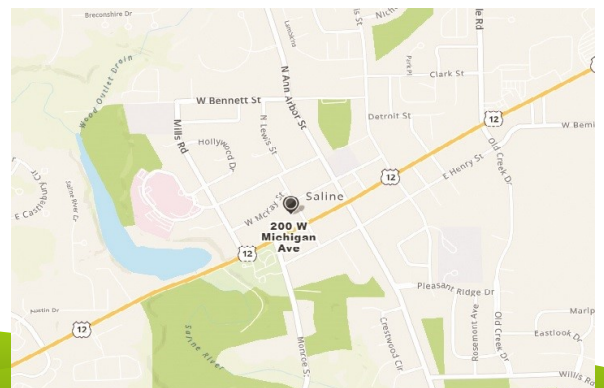
No changes to the Child Care credit or Tuition Credits.. Still helping :)

Still checking Drivers licenses to make sure you all are real people.. :)

**Still checking to see if any of our customers know what is Virtual Currency ?? Please help some of us would like to know :)**

QBI for small business still here .. *Yeah .. Caps have changed but great write down still available.*

Last Note: ID Theft Pins are arriving in the snail mail.. Please keep track of those we need them when you file



Map --->

*“If a cluttered desk is a sign of a cluttered mind, of what, then, is an empty desk a sign ?”*

Albert Einstein

