

Jamie Duman
Certified Public Accountant

Dear Clients & Friends,

I hope that each of you had a wonderful Thanksgiving! I am sending this year end letter a little earlier than usual since there are a few important issues.

Corporate Transparency Act:

Although it *only affects those of you who own a corporation or limited liability company*, I want to bring to your attention the new Corporate Transparency Act filing requirement. It has nothing to do with income taxes, but it has a **mandatory filing requirement with significant fines for noncompliance**. Otherwise known as BOI (Business Ownership Information), this filing requires that you file a report to the Financial Crimes Network (FinCEN) documenting the ownership of all corporations or limited liability companies in existence any time during 2024, with few exceptions. This includes limited liability companies that operate as sole proprietorships and those that hold properties in the name of the LLC. **The BOI report needs to be filed by December 31, 2024**, so please contact me if this applies to you.

Appointments:

In an effort to better utilize my time, I will have a \$30.00 fee for in-person appointments during tax season. Please feel free to email, fax, or drop off your information. There is a secure drop box (mail slot to the left of the main doors) on the face of the building.

Fees:

In order to simplify our office processes, I will also be updating my billing system. This year, income tax billing will be on a per-form basis. This means that you will be charged based on the forms required for your return. This change could either increase or decrease the amount you are currently paying for your individual and/or business income tax returns. No fee will increase by more than 20%.

Tax Cuts and Jobs Act:

The Tax Cuts and Jobs Act (TCJA) enacted in 2017 brought many changes to the tax code, including many provisions for individuals that are currently set to expire after 2025. Now that the election is behind us, there may be changes to the tax laws moving forward. It is doubtful any those tax law changes will be effective for 2024, but that remains to be seen.

Tax Law Changes:

The mileage rate for 2024 has increased to 67 cents per mile. The tax deduction for meals will once again be 50% of the total amount spent (with no deduction for entertainment). Additionally, bonus depreciation for 2024 is now 60% of qualifying assets instead of the 80% as in the past.

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There continue to be enhanced home and electric credits. Please provide me with a copy of your invoice if you installed a new furnace, air conditioner, boiler, heat pump, windows, doors or solar panels, etc.

Similarly, if you purchased a new electric or hybrid car in 2024, I will need the details on the purchase.

IRA:

The maximum IRA and Roth IRA contribution for 2024 will be \$7,000 plus \$1,000 if age 50 or over. Income limitations apply. This must be made by April 15, 2025 to be deducted in 2024.

Health Savings Account (HSA):

A health savings account (HSA) is a savings account set up exclusively for paying the qualified medical expenses of the account beneficiary or the beneficiary's spouse or dependents. The HSA reduces taxable income in the same manner as an IRA and, therefore, is another way to save on income taxes. An HSA provides a powerful tool in putting aside tax-deductible dollars to be used when health care costs arise.

However, there are numerous restrictions relating to health insurance plans, so, if interested, please check with your insurance agent regarding whether you qualify to use an HSA. If you make a contribution to an HSA, make sure you get me the information to ensure we take the deduction. Similar to IRAs, these contributions can be made up until April 15, 2025 and still be deductible on your 2024 income tax returns.

Additionally, I'll need verification of the amounts spent out of your HSA account.

Health Insurance:

The State of Idaho continues to allow a deduction for health insurance costs including health insurance, long-term care insurance, and cancer insurance. Please include your health insurance costs when you provide your tax information.

* If you received a credit on your insurance through the insurance exchange, you will receive a form from them. **This is Form 1095-A, which I will need in order to prepare your returns.** If you have qualified for the exemption, please go to the exchange for the verification sheet.

Virtual Currency:

The IRS continues to increase its focus on virtual currency (like Bitcoin, for example). Please bring it to my attention if you bought, sold, traded, or spent any virtual currency.

Lastly, please remember:

* Per IRS directive, we will be electronically filing all tax returns that are eligible. If you wish to paper file, there is an additional release form that you need to sign.

* If you would like direct deposit for a refund, we will need a canceled check or a photocopy of a check for the account you wish to deposit into. Deposit slips are not acceptable.

* Finally, for those of you who are typically last-minute filers, **ALL of your tax information needs to be in my office no later than Friday, March 15, 2025** in order for us to meet the April 15 filing deadline. Otherwise, contact our office and we will be happy to file an extension on your behalf; however, *you* will still be responsible for making an estimated payment *on time*, if necessary. We will not be responsible for late penalties.

Copies of Tax Returns:

In an effort to reduce paper usage (and save a few trees), returns will be emailed in a PDF format. Therefore, I will need a current email address. If you would prefer a paper copy of the return, please let me know and I'll be happy to provide you with a paper copy as in the past. We use a time-sensitive encryption program to ensure confidentiality. Please let us know your preference.

Organizers:

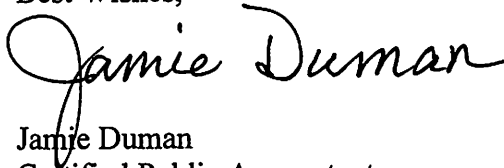
Blank organizers are available on my website: www.jamiedumancpa.com. If you would like to request a personalized tax organizer with last year's information filled in, please call, email (frontdesk@jamiedumancpa.com), or simply return the request slip at the end of this letter. As always, please let us know if you have questions.

Privacy Policy:

The company privacy policy is available on my website. If you have any questions or concerns, please do not hesitate to contact me.

I am honored to have the opportunity to assist you with your tax and financial matters and will continue to do so for the foreseeable future. I'm looking forward to an exciting and probably surprising tax season!

Best Wishes,



Jamie Duman
Certified Public Accountant
Enrolled Agent

Tax Organizer Request Page

Taxpayer Name(s)

Date

Choose your delivery method:

____ Email my organizer to: _____

____ Mail my organizer to:

____ Call when ready for pick _____
(phone number)

*** Please remember: a personalized tax organizer is available to clients who had their taxes prepared by us last year. Blank organizers are available on our website:**

www.jamieduman CPA.com