

PSC Accounting and Tax LLC

Yearly Tax Update

*******IF YOU LOVE OUR TAX ORGANIZERS AND WANT TO RECEIVE ONE TO HELP IN GETTING YOUR TAXES IN ORDER, PLEASE CALL OUR OFFICE AND WE WILL BE HAPPY TO PROVIDE IT FOR YOU.**



IMPORTANT TIDBITS:

Educator expense remains at \$300.

Mileage rate for self-employed individuals is 65.5 cents for 2023. Charity and Healthcare mileage remain at 14 and 22 cents, respectively.

Farmers and self-employed individuals should all have a written business plan to show intentions for profit.

Crypto currency and cash apps are still under the radar.

IRA/ROTH Contributions \$6500 or \$7500 if over 50. Be aware of income rules!

Standard deductions are \$13,850 single, \$27,700 Married Joint or \$20,800 Head of Household.

Changes 2023

***Child tax remains \$2000 per child.**

*Tax bracket percentages did not change, however, the brackets themselves got expanded slightly.

***Annual gift tax per person is now \$17,000.**

*Medicare surtax of .9% still applies to high income earners.

***The 20% deduction for pass through income remains in place.**

*Everything in the tax code has income limits and restrictions so be sure to check carefully before making any financial moves!

The **Secure Act of 2023** brought a couple of notable changes to the code, mainly dealing with energy efficiency and retirement accounts. The first is if you are pondering home upgrades, a 30% credit for certain upgrades is now in place for energy efficient items. This used to be a \$500 lifetime credit, but has now been changed to \$1,200 yearly. Solar credits and credits for certain electric vehicles are also still in place. The second change applies to retirement accounts. Contribution limits increased for all plans as well as the age to start taking your required minimum out. If you haven't started drawing already, the new age is 72! You are now allowed to take out up to \$1000 from retirement for emergency personal expenses and avoid penalty on that amount. You will still of course pay the tax. Another nice benefit the Secure Act brought was a change to 529 College Plans. Now, if you have unused money in your account that has been open for at least 15 years, you can roll that into a Roth IRA! One can still use 529 plans for private school tuition and get a state tax credit.



What to Bring:

- *1099, W2 or K1 Forms
- *Marketplace 1095A Forms
- *Stock, Interest, Dividend, Bitcoin, or Mortgage 1098/1099 Forms
- *Forms 1099k from EBay, Etsy, PayPal or all Cash Apps
- *Gambling W2G's and proof of losses
- *Social Security Cards of Each Individual and Proof of Each Child on Return
- *Driver's Licenses
- *Real, Personal, or Estimated Taxes Paid
- *Foreign Earned Income
- *Names, ID Numbers, Addresses, and Amounts Paid to Child Care Providers
- *Tuition 1098T Forms, College Book Receipts and 529 Plan Documents
- *Deposit Slip
- *All other important tax information or forms and documentation for expenses for charity, business or farm expenses.

You can find us:

1200 E Woodhurst Building C,
Springfield, MO 65804

P: 417.881.1040 F: 417.881.0076

E: psc101@aol.com

PSC is a full-service tax and small business accounting firm. We are open 6 days a week during the tax filing season and remain open 4 days throughout the year to meet your needs. We appreciate your continued support as a small business and value the relationships we have built over the last 26 years.



My Thoughts:

Now, to the important topic, my kids! I am trying to master the job of picking up two kids from two different places at the same time. All while balancing their hunger needs, costume changes, spelling words, math facts, script help, and band equipment hauling while driving down the road. So basically, I am a circus act!

My high schooler, Cale (I know.... I said high schooler), is flourishing in this new stage of life. His piano skills are so incredible that watching his fingers fly over the keys has me mesmerized. But, also has me wondering how they can't manage to pick up laundry in his bedroom. He has been playing gigs around town and in his spare time, practicing his other 11 instruments and composing his own music!

My "shy" little Tenley. If you have seen her around PSC, you will know her sparkle cannot be dimmed. This girl has been in multiple theatre productions, singing at events and of course telling everyone in the office what to do and what not to wear! Third grade may be a challenge, but nothing is going to slow her down!

Through the chaos, I have to remember that every day is a blessing, and I have to decide on what are the important fights and smile through the rest of it, but I never forget to hug their necks. Those two are my world.