

2017 TAXES
N.J. Working Together
January 4, 2018

2018?????2019?????

MISCELLANEOUS

- AUTO MILEAGE .53.5 BUSINESS
- 0.17 MEDICAL,.014CHARITY
- Filing dates 1120S 3/15/18 EXT 9/15
- 1120 4/17/18 EXT 10/15
- 1041 4/17/18 EXT 9/30
- 1065 3/15/18 EXT 9/15
- FATCA 4/17/18

1099 PENALTIES

- \$500 FOR EACH NON-FILED FORM
- INTENTIONAL NON-FILING RESULTS IN \$1000
- INCREASED FOR INFLATION
- DUE DATE 01/31/18
- NOT FUNNY ANY LONGER?????? YES! THERE IS AN EXTENSION FORM 8809..
- FOR THE PROCRASTINATORS

PAYROLL CHANGES

- NJ MINIMUM WAGE 1/1/18 \$8.60
- FIC A MAXIMUM (\$8700 INCREASE) \$127,200 (\$7886.40),2018 128,400
- N J UNEMPLOYMENT \$ 33,500, 33700 2018

- W-2 1099-MISC DEADLINE 1/31/18

- 1095 A,B,C, EXTENDED BY IRS TO March 2, 2018
- The tax season will be 6 weeks this year ????

- April 17, 2018
- W-2 pilot program – 16 digit code placed by payroll vendors
- Drivers license number not mandatory in NJ

- Overtime rules begin December 1, 2016

PATH EXTENDERS

- 1. \$250 INDEXED FOR INFLATION ABOVE THE LINE FOR TEACHERS **Permanent**
- 2. American Opportunity Tax Credit **permanent**
- 3. deduction for mortgage insurance premiums **12/31/16**
- 4. IRA distributions to Charity for over 70 ½'s up to \$100,000 **Permanent**
- 5 . Residential Energy Efficient Property **12/31/21**
- 6. Residential Energy Efficient Property 30% for solar **12/31/16**
- 7. **\$500** residential energy credit **12/31/16**
- 8. 15 year straight line for qualified leasehold improvements **Permanent**
- 9. Bonus Depreciation 50% 2015-17;40% 2018; 30% -2019 **12/31/19**
- 10. Bonus depreciation for property placed in service after 2015 ;
with 15 year qualified improvement property **1/1/16-12/31/20**
- 11. S Corp recognition period 5 years Built in gains **Permanent**
- 12. Annual 179 depreciation \$510,000 /\$2,000,000 **Permanent**
- 13. **Child Tax Credit \$1000** **Permanent**
- **R AND D CREDIT IS PERMANENT**

EXTENDERS GONE 12/31/16

1. Credit for certain non-business energy property
2. Credit for qualified cell motor vehicles
3. Credit for alternative vehicle refueling property
4. Credit for two-wheeled plug-in electric vehicles
5. Second generation biofuel producer credit
6. Incentives for biodiesel and renewable diesel
7. Special depreciation allowance for second generation plant property
8. Energy efficient commercial buildings deduction
9. Credit for construction of New energy efficient homes
10. Credit for production of Indian Coal
11. Three year depreciation for race horses two years or younger
12. Seven year recovery period for motorsports entertainment complexes
13. Election to expense mine safety equipment
14. Special expensing rules for certain film, television and live theatrical production
15. Deduction allowable with respect to income attributable to domestic production in Puerto Rico
16. Deduction for qualified tuition and related expenses
17. Credit for residential energy property
18. Credit for hybrid solar lighting system property
19. Credit for geothermal heat pump property
20. Five year cost recovery for certain energy property
21. Medical expense deduction: AGI floor for individuals over 65 remains at 7.5%
22. Discharged Mortgage Debt on qualified principal residence.

Documentation Needed

- NON-Cash charitable contributions
- Business Mileage. Contemporaneous not
- Percentages or estimates.
- NOL carryforwards
- Capital Loss carryforwards
- Inherited IRA's
- Capital losses when spouse passes away.