

Carl Schrader



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Accounting and Tax Inc.

What Kind Of An Accountant Do You Need
and
Selected 2020 Tax Topics

What Kind Of An Accountant You Need Depends On What You And Your Are Business Doing

Simple

Complicated

SIMPLE

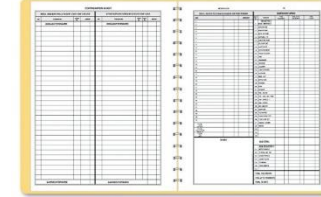
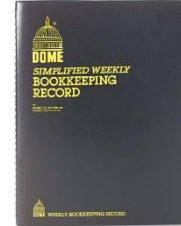
Keep it Simple - use yourself as the accountant

- Small Business – keep track of your own accounting and taxes
 - You Know
 - Your vendors and suppliers
 - Your customers
 - Where and what is in your bank account

RESOURCES

Accounting:

Dome – Simplified Weekly Bookkeeping Record



MS-Excel

WAVE Accounting	\$ 0.00			
Zoho Books	\$ 9.00	\$19.00	\$29.00	
FreshBooks	\$ 7.50	\$15.00		
QuickBooks Online	\$ 20.00	\$35.00	\$60.00	\$150.00
QuickBooks Desktop	\$149.00			

Tax Withholding Estimator

<https://www.irs.gov/individuals/tax-withholding-estimator>

Make Payments on IRS Form 1040 ES

Due Dates: Q1-April 15th Q2-June 15th Q3-September 15th Q4 January 15th of the following year

NOT SO SIMPLE

Things Get a Little More Complicated with Your Business

- Time to look at hiring a bookkeeper or accountant
 - Anyone can be a bookkeeper or accountant
 - Tax Preparation
 - Monthly, Quarterly, Semester or Annual Accounting

RESOURCES

Sunbiz - Search Records - <https://dos.myflorida.com/sunbiz/search/>

Does the individual have a World Wide Web presence

Does the individual have a Facebook presence

Does the individual have a LinkedIn presence

Call and verify the business license with the municipality that person operates in

Do they have a physical business location when is it open, seasonal or all year round

IRS Search for Disciplined Tax Professionals - <https://www.irs.gov/tax-professionals/search-for-disciplined-tax-professionals>

PTIN – Verification - <https://www.irs.gov/tax-professionals/ptin-information-and-the-freedom-of-information-act>

A LITTLE COMPLICATED

Your Business is Growing and You Need Tax Planning Help

Enrolled Agent (EA)

- Pass a 3 Part Exam
 - Individual, Business/Trusts/Estates, Representation
- Former IRS Agent
- Represent clients before the IRS
 - 72 hours of continuing education every 3 years (2/Mo)

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IRS Directory of Federal Tax Return Preparers with Credentials and Select Qualifications - <https://irs.treasury.gov/rpo/rpo.jsf>

COMPLICATED

Your Business is Growing and You Need Sophisticated Help

Certified Public Accountant (CPA)

- Bachelors Degree Plus 30 Hours
- Pass a 4 Part Exam
 - Audit, Financial, Business, Regulation
- 1 Year Work Experience
- 80 hours of continuing education every 2 years (3.33/Mo)

REASONS FOR A CPA

Investor or lender requires a higher level of financial statements

Compiled

Reviewed

Audited

Audit

Publicly traded company

Franchise company

Homeowner / condominium association

Business is a recipient of government funds (\$500,000)

Peer Review

Audit on the audit



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Florida Department of Business and Professional Regulation - <https://www.myfloridalicense.com/wl11.asp>

COMPLICATED

Your Business is Large and Someone Needs Answers About it

Certified Valuation Analyst(CVA)

- Determines a Business Value

Certified Forensic Accountant (CrFA)

- Investigates Accounting Crimes

CPA Certification Required and Other Specialized Training

REASONS FOR THESE TYPES OF ACCOUNTANTS

Certified Valuation Analyst

Stockholder / Partner Leaving or Entering

Divorce

Reviewed

Other Financial Litigation

Certified Forensic Accountant

Employee Theft

Ponzi Schemes

Nonprofit entities, charitable organizations, homeowner/condominium associations

Litigation support



SELECTED 2020 TAX TOPICS

2020 Tax Rates

2020 Standard Deductions

2020 Business Mileage Rate

The Secure Act of 2019

2020 TAX RATES

Individual Filers					
Taxable Income		Tax Amount Due			
\$ -	\$ 9,875	\$ -	+	10% of amount	
\$ 9,876	\$ 40,125	\$ 987.50	+	12% of amount over	\$ 9,875
\$ 40,126	\$ 85,525	\$ 4,617.50	+	22% of amount over	\$ 40,125
\$ 85,526	\$ 163,300	\$ 14,605.50	+	24% of amount over	\$ 85,525
\$ 163,301	\$ 207,350	\$ 33,271.50	+	32% of amount over	\$ 163,300
\$ 207,351	\$ 518,400	\$ 47,367.50	+	35% of amount over	\$ 207,350
\$ 518,401		\$ 156,237.00	+	37% of amount over	\$ 518,400



2020 TAX RATES

Married Filers					
Taxable Income		Tax Amount Due			
\$ -	\$ 19,750	\$ -	+	10% of amount	
\$ 19,751	\$ 80,250	\$ 1,975.00	+	12% of amount over	\$ 19,750
\$ 80,251	\$ 171,050	\$ 9,235.00	+	22% of amount over	\$ 80,250
\$ 171,051	\$ 326,600	\$ 29,211.00	+	24% of amount over	\$ 171,050
\$ 326,601	\$ 414,700	\$ 66,543.00	+	32% of amount over	\$ 326,600
\$ 414,701	\$ 622,050	\$ 94,735.00	+	35% of amount over	\$ 414,700
\$ 622,051		\$ 167,307.50	+	37% of amount over	\$ 622,050



2020 STANDARD DEDUCTIONS

Single Filers	\$12,400.00
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Married Filers	\$24,800.00
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2020 BUSINESS MILEAGE RATE

2020 57.50¢ PER MILE

2019 58.00¢ PER MILE