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NEWSLETTER
APRIL 2008

APRIL 1ST BRINGS 7 PERCENT SALES TAX

APRIL 15TH LOOMS

As in the past, client's bringing in their "taxes" after April 9, 2008 will most likely be put on extension.

TAX STIMULUS PAYMENT

The rebate, ranging from \$300 and up, depending on your income level and number of qualifying children under age 17, does not have to be repaid in the future and is not taxable on your 2008 return. If you have more questions, go to IRS.gov.

COLLEGE COSTS AND SECTION 529 PLANS

Those of you facing the challenge of paying for the cost of your child's college education should, if you have not done so yet, consider a "section 529" plan. Named after the Internal Revenue Code Section, a 529 savings plan permits anyone, regardless of income, to save tax-free for college by investing in the plan's menu of mutual funds. Jonathan Clements, a renowned financial guru, said that 529 savings plans are emerging as the best investment option for college savers, better than custodial accounts, Coverdell education savings accounts and prepaid tuition plans. Indiana's CollegeChoice 529 Plan, allows residents a 20% tax credit up to a maximum of \$1,000 per year on contributions made after Jan. 1, 2007.

DON'T PUT ALL OF YOUR EGGS IN ONE BASKET

How many times have we heard this caveat and yet we fail to heed the advice. Why? I think it may be that we put our trust in people who possibly do not deserve it and suffer from plain old fashion greed.

HOBBY OR ACTIVITY ENTERED INTO FOR PROFIT

Any activity will not be considered a hobby if profits result in any three of five consecutive tax years. Your horse business activity needs to turn a profit in two of seven consecutive years.

CLOSED AT NOON FRIDAY APRIL 18th

We use this time for rest and relaxation after a busy tax season.

THANK YOU FOR CHOOSING OUR FIRM
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