



# Razorback Financial & Income Tax Services

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[www.razorbackfinancial.com](http://www.razorbackfinancial.com)

Since 1977

December 27, 2016

Dear Client and Friend,

You guys do a great job reviewing last year's finances and getting your numbers together and that is greatly appreciated.

Our job is to save you "tax money". We completed two separate in depth tax schools this year. We try each year to make our office more efficient, but also comfortable for you.

We are enclosing your appointment card, please feel free to email or call us if this time is not good for you. Also enclosed is your questionnaire, please complete, at least, the **first page and sign the last page** and bring with you when you come in for your appointment.

We look forward to seeing you this year. Please visit our web page being updated in 2017 for mobile devices and *LIKE* us on Facebook.

Lynda H. Startzman

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## Notes on Personal Taxes

- If you purchased a new or used vehicle bring invoice.
- Sale of Asset (home): please bring any closing statements and back up information.
- If you receive a 1099C for a forgiven debt, please let us know the last date you made a payment on the debt. Some of these are not taxable.
- HSA – bring both forms – Contribution and Disbursement
- Capital Gains max at 20% unless you reach the earnings limit of \$250,000 MFJ or \$200,000 Single or MFS and then a sur tax of 3.8% will kick in.
- Earned Income Credit: *Complete the enclosed "Due Diligence" form. Bring supporting documents.*
- Driver's license: If you or your spouse renewed your license in 2015 please furnish us a copy

## Notes on Business Taxes

- Business mileage 2016 is .54 for 4 or fewer vehicles.
- Business autos: don't forget interest expense, personal property tax, car wash, toll fees and parking.
- Depreciation changes:
  - Bonus depreciation @ 50% through 2017 and reduces thereafter and expires in 2019.
  - Section 179 is permanent now at \$500,000
  - Section 179 applies to software and heat and air equipment after 12/31/15.
  - 15-year depreciation of restaurant and leasehold improvements.
- Alternative fuel vehicle refueling facility credit in effect through 2016.

## **Business Taxes**

- **Business mileage 2016 is .54 for 4 or fewer vehicles.**
- **Business autos: don't forget interest expense, personal property tax, car wash, toll fees and parking.**
- **Depreciation changes:**
  - Bonus depreciation @ 50% through 2017 and reduces thereafter and expires in 2019.**
  - Super Section 179 is permanent now at \$500,000, it is inflation adjusted beginning in 2016.**
  - Section 179 applies to software and heat and air equipment after 12/31/15. 15 year depreciation of restaurant and leasehold improvements.**
- **Alternative fuel vehicle refueling facility credit in effect through 2016.**