

IRS NEWS & INQUIRER

What's the Answer?

Q. *I am sending my son to a private school for special education to help him overcome learning disabilities. Is the tuition deductible?*

A. Yes, it is. And you can, also, include in the cost of attending such a school that furnishes special education to help a child overcome learning disabilities medical expenses, books, meals, and lodging. A doctor must recommend that the child attend the school.

Get FREE Tax Help!

Are you taking advantage of every tax break you deserve?

We believe **proactive** tax planning is the key to keeping more of what you make and avoiding mistakes and missed opportunities that cost you money.

Proactive tax planning means scouring your income and expenses for every available deduction, credit, strategy, and opportunity legally allowed.

Call for your **FREE** analysis.
404-762-1030

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What's Happening?

Can You Qualify For the \$8,000 New Home Buyers Tax Refund?

On Nov. 9, President Obama signed into law a bill that extends the first-time homebuyer credit for purchases signed before May 1, 2010 and closed before July 1. The new law also makes these changes:

It limits the credit to homes costing \$800,000 or less.

- It raises the income level to qualify for the credit (\$125,000 for individual filers and \$225,000 for joint filers).
- It extends the credit, up to a limit of \$6,500, for buyers who have maintained the same principal residence for any five-consecutive year period during the eight-year period ending on the date they buy a new principal residence.

Buying a home has always offered tax-saving opportunities. The new law makes these opportunities even more attractive. So if you're thinking about buying or selling a home, call us at **404-762-1030**.

Don't Lose \$4,200.00!

You can rein in health care costs if you consider a Section 105 Medical Expense Reimbursement Plan. The average savings is about \$4,200.

Can you legitimately employ your spouse to help manage your business, farm, or rental real estate? If so, you can hire them, establish the plan, and reimburse them for all medical expenses incurred for you two and your dependents. (If you're single and you operate your business as a C-Corp, you can establish the plan for yourself.)

You don't even have to pay your spouse a salary. You can pay in benefits only (and avoid managing a payroll), so long as you follow a few simple formalities and the reimbursements are "reasonable compensation" for the work your spouse performs.

Once you've established the plan, you can deduct all your medical bills:

- Major medical, long-term care, and "Medigap" insurance
- Co-pays, prescriptions, non-prescription medical expenses.
- Dental care, vision care, and chiropractic care.

There's no statutory limit on how much you can reimburse.

Let's discuss a plan for you! Call us at **404-762-1030**.

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