



# DD Associates

*The Professionals for ALL your  
Tax & Accounting Needs*

**Tax Professionals  
for 50 Years!**

Dear Tax Client,

I find time has passed so quickly since I first opened my tax office in Ripon. It was Jan 2, 1972; yes, 50 years ago!

I was new to Ripon and very young. I came from a family of tax preparers in Appleton. I began working for my folks at the tender age of 13. After school and weekends while I worked, my friends were ice skating—having fun. I was making a career that I loved. I feel very fortunate to

have remained in the same profession my entire career.

I studied hard, had a good work ethic and always stopped to help someone who needed me. I spent some time teaching tax classes, expanding my office, and training my children into the business.

Fifty seems to be such a big number. I have no intention of retiring---just maybe slowing down a bit. My Dad was still interviewing his clients into his 90's. My

biggest accomplishment will have been providing a quality service for a reasonable rate with top notch customer service.

I truly thank you, my clients for your continued patronage. I couldn't have done it without you !

Anyone who can produce a tax return signed by me for Tax year 1971 will receive 50% off your 2021 tax prep fee.

Happy Holidays,

~ Vicki-EA & Owner, Jillian-RTRP, Rebecca, AFSP

**Your Pre-scheduled Appointment**

We have pre-scheduled your tax appointment. If you need to change it or prefer to have a 1)virtual appt, 2) phone appointment 3) mail in 4) or drop off, please call our office. Your appointment is currently scheduled as in-person.

107 Watson Street, Ripon, WI 54971 • P – 920.748.3118 • F – 920.748.2980

Mon. - Fri. 8:00 a.m. - 5:00 p.m.\* • Sat., 8:00 a.m. - 2:00 p.m.\*

Vicki@ddassociates-Ripon.com • Jillian@ddassociates-Ripon.com • Rebecca@ddassociates-Ripon.com

**\*Prior to mid-January our weekday hours are limited. Saturdays starting January 15.**



# 2021 TAX INFORMATION NEWSLETTER

## INCREASED CHILD TAX CREDIT – FORM 8812

Each dependent child under age 6 as of 12/31/21 = \$3,600.00, Each child age 6 and under 18 as of 12/31/21 = \$3,000.00

Advanced payments were sent July–December, 2021 to most eligible people unless they opted out. These payments put money in their hands to handle current expenses and will be subtracted from refunds at tax time. Look for **LETTER 6419** from IRS showing payments.

## CONTRIBUTION DEDUCTION IF NOT ITEMIZING

Has been increased to \$300.00 single and \$600.00 married filing jointly. Must have proof of deduction.

## EDUCATOR EXPENSES

Teachers providing classroom supplies may deduct up to \$250.00 of these expenses, as long as they work at least 900 hours a year.



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## SOCIAL SECURITY

Recipients will enjoy a 5.9% increase in benefits for 2022. Every time the government wants to raise the Medicare premium, they must increase the social security benefit.

## ALIMONY REMINDER

Prior to 12/31/2018, alimony received was taxable, alimony paid was deductible. Under the Tax Cuts and Jobs Act, these taxations and deductions have been suspended through 2025. Child support is never taxable or deductible.

## UNEMPLOYMENT FRAUD

Lots of it. Look up your unemployment statement, print it and match to your records. If the amount you actually received does not match with the statement, an identity theft **FORM 14039** needs to be filed. You also need to report it to your local unemployment office and ask for a new 1099-G to be issued showing the real amount received. We will report your correct unemployment on your return.

## STUDENT LOAN INTEREST

Limited to \$2,500.00 and subject to income qualifications.

Charity milage rate= .14

Medical milage rate= .16

Business milage rate= .56

## QBI (QUALIFIED BUSINESS INCOME DEDUCTION) FORM 8995

This is a wonderful deduction available to those who are self-employed or receive pass-through income from businesses. It gets subtracted from your income before income taxes are assessed.

## CHILD AND DEPENDENT CARE EXPENSES FORM 2441

To claim daycare expenses; You can now claim up to \$8,000.00 for one child or \$16,000.00 For 2 or more. (Subject to income limits). *This can only be claimed on amounts you paid, not on free assistance amounts.*

## RECOVERY REBATE CREDIT

There should have been an Economic Impact Payment issued by IRS early in 2021. (3rd payment). This was \$1,400.00 per person in your household. Please watch for **NOTICE 1444-C** which IRS will send in January 2022.

# 2021 TAX INFORMATION NEWSLETTER

## IF YOU OWE TAXES

Make payment to **UNITED STATES TREASURY** – **Do not pay by credit/debit card or they will charge you \$25 per \$1,000.00 you owe.** Do not write a bad check – there are fines associated with that.

## ANNUAL GIFT TAX EXCLUSION AMOUNT

You can gift up to \$15,000.00 for 2021 and \$16,000.00 for 2022 before any additional paperwork is required.

Crabby Road

4-10-12



## CHECK YOUR REFUND:

**Visit:**  
**Revenue.WI.gov**  
Click on “Where’s My Refund?”

**OR:**  
**IRS.gov**  
Click on “Get your refund status”

**For help with back taxes, visit**  
**TaxReliefCenter.org**  
or call (844) 335-3689

## WISCONSIN INFORMATION

### WI FARM SUPPORT PROGRAM

Federally funded program providing relief to farmers with income of more than \$10,000.00 and less than \$5M. Application date ended Nov. 29, 2021. Money available to the person actually farming the land. Income is **TAXABLE ON FEDERAL**, Non-taxable on WI.

### WISCONSIN IDENTITY PROTECTION PIN

Starting mid-December, you can sign up for a Wisconsin Identity Protection Pin to help protect your identity. We can help you with that if you are in need of assistance.

### WITHHOLDING

There will be new Wisconsin Withholding tax charts available for 2022. You may file a new **WI FORM WT-4** with your employer.

### CAPITAL GAINS

Wisconsin allows you to defer a long-term capital gain if the gain is reinvested into a qualified Wisconsin business **within 180 days** after the sale of the asset that generated the gain.



**Government correspondence must be answered on a timely basis.**

**Don’t ever pay a bill without showing it to us first.**

**See us right away if you receive any government letters.**

## CONTACT US IF:

- **Marriage/Divorce**
- **Death/Birth**
- **Receive a government notice**

- **Business or property purchase/sale**
- **College - 2 years before child goes**
- **Moving**

- **Inheritance**
- **ANYTIME you have questions**

