

Kruger & Clary

CERTIFIED PUBLIC ACCOUNTANTS, P. C.



Newsletter

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515 S. Howes Street
Fort Collins, CO 80521

Telephone: (970) 482-6947 Fax: (970) 472-4061

www.krugercpas.com

The name has changed, but the friendly faces remain the same.

As you can see we have a new name for our business. Melissa Clary, C.P.A. has been an employee of Dale Kruger, C.P.A., P.C. for over five years, and has become a partner. We are excited about the change, and hope you will read on to see what else is happening with our company. Also, if you are interested in a tax organizer please see the section labeled "Organizing". This year we will not automatically mail out a tax organizer unless you contact us.

Our company hopes that 2004 was a wonderful year for everyone, and that 2005 will be even better! We appreciate your continued business and thank you for mentioning our company to others.



Here We Grow

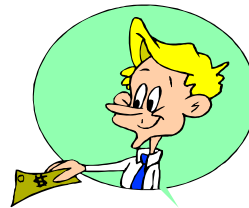
The year 2004 brought on a lot of changes for the firm and some of the changes were a direct effect from focusing on growth. Since growth is a major goal for the future, we needed more room for all of our clients. So, this last summer we took on the project of expanding into the back of the building and rearranging the office. We've made our reception area larger for your enjoyment. When you come by you may also notice that the man with a friendly "hello" and a tax answer for all your questions is not sitting in the front office anymore. Dale is working twice as hard for you by moving his office to the back part of the building and we are using his old office as a conference room.

Kruger & Clary is always accepting new clients, and we greatly appreciate your referrals. Therefore, we would like to thank you in advance for valuing our service enough to send your clients, colleagues, friends and family to us for their accounting and tax needs.





<u>TAX DUE DATES</u>	
January 31	W-2's and 1099's are required to be provided to recipients
March 15	Corporation tax returns are due
April 15	Individual, Partnership, Trust and Estate tax returns are due
July 15	First tax extension for Partnerships, Trusts and Estates expires
August 15	First extension for Individuals expires
September 15	Extension for Corporations expires
October 15	Second extension for Individuals, Partnerships, Trusts and Estates expires



Estimated Tax Payment Due On

April 15	June 15	September 15	January 15
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***TO POSSIBLY AVOID AN EXTENSION,
ALL INFORMATION MUST BE IN OUR
OFFICE BY APRIL 1ST !!!!!!!!!!!!!!!***

Helping You

Our goal is to provide the highest quality of service, in a timely manner, at a reasonable rate. We focus on providing a professional service that meets our client's needs with innovative thinking and efficient work. We invite you to give us your feedback regarding these services. If there is something we can improve or change we want to hear about it. We love to hear positive feedback as well. Don't forget that we are here for you more than just once a year for tax preparation. We have a variety of other services, and here are just some of them listed below.

- Tax Return Preparation
- Tax Planning
- IRS and Other Representations
- Full Accounting Services (personalized to fit your needs)
- Small Business Planning
- New Business Start-up Procedures

If you would like a more in depth explanation of our services we invite you to visit our website at www.krugercpas.com or call us at (970) 482-6947.

Throughout the year we receive many requests for copies of tax returns and W-2's. Our firm will be happy to provide these copies for a minimal fee.

Need a service or product and not sure who to call? We just might have a name and number for you. Nichole and Melissa have joined **BNI** (Business Network International), which is a business and professional networking organization that offers members the opportunity to share ideas, contacts and most importantly, **referrals**. With over 3,400 chapters worldwide, *BNI is the world's largest* professional business networking organization. There are a variety of professions in the group who would be more than qualified to help you with your needs. If you would like to find out more about this organization feel free to check it out online at www.bnico.com, or would like to find out information about visiting our chapter, contact us at the office. Your name and information will only be given to other members of the group with your approval.



New Tax Laws

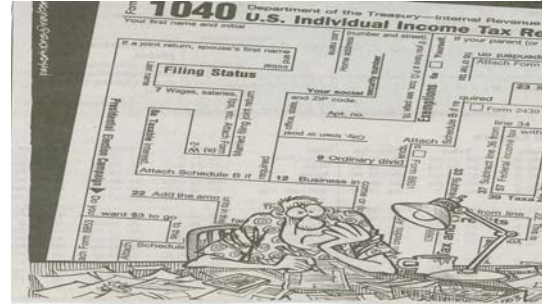
Individuals

- Congress extended the 10% tax bracket until 2010. Each year there is a potential tax savings of \$700 for a married couple and \$350 for a single person.
- For 2004 and 2005, individuals who itemize have the option of deducting either state income taxes or sales tax. Based on a table for sales tax our office will determine which deduction will be a greater tax savings. If you bought a large item, such as a boat or vehicle that you paid sales tax on, you should include this information for us.
- Starting in 2005, when you contribute a vehicle worth more than \$500 to a charity, your donation will be limited to the amount the charity receives from the vehicle's sale instead of blue book value.

Businesses

- The \$100,000 Section 179 deduction for purchases for qualifying business property has been extended until 2007.
- SUV purchases prior to October 23, 2004 are eligible for the \$100,000 business property write off. After that date the deduction is limited to a \$25,000 immediate deduction.
- The new law provides a deduction for "production activities" for certain businesses. For example, businesses that may qualify are manufacturing, construction, and engineering. The deduction is up to 3% of qualified income for tax years 2005 and 2006.

In & Out Taxes



"These taxes are so confusing; I think I'll call Kruger & Clary."



IN:

We often get questions on whether an appointment should be made when you drop off your tax information. Of course that is an option that you have, but if your taxes are similar to last year's and you have nothing you wish to discuss then just drop them off at your convenience and we will contact you with questions. If it is after business hours please drop the information in our locked mailbox located at the front door. (Please refer to our organization section for commonly forgotten tax information).



OUT:

You will be contacted when your taxes are done. At this time you can either schedule an appointment with Dale or Melissa (please note that anyone in our office can schedule this appointment for you). If you feel that you do not need to review your tax return, please come during our business hours and pick up your tax return. Kruger & Clary's policy is that payments will be collected at the time you pick up your return, and we are now accepting payments by credit card.

E-File



Kruger & Clary will electronically file all individual tax returns unless there is a circumstance in which the IRS will not allow this procedure. This is a free service that we provide and is very beneficial for both parties because we have a confirmation from the taxing authorities that the return was received. Electronic filing speeds up the filing process, which will also speed up your refund. We encourage those of you who need your refund fast to consider a direct deposit. The information that is required for direct deposits is the bank name, whether it is a checking or savings account, the routing and account number. For those of you who have received a direct deposit in the past our tax software retains that information. Unless you've changed your bank account or would like to select a different account we will not need this information. We just ask you to let us know that you would like a direct deposit.

Parking



We want to remind our clients that if there is no available parking in the front of our office, we have parking on the west side of the building located off an alley. The alley runs north and south and may be accessed off of either Mulberry or Myrtle just west of Howes Street. There are signs attached to the garage indicating the available parking spaces.

Organizing



Are you trying to figure out just what you need to bring in for us to complete your tax return, and just don't know where to begin? A good way to start is to pull out the previous year's tax return and use it as a guideline to put all your documents together. We also have a system that allows us to print out a tax organizer for you. The tax organizer is created from your previous year's return and there will be several pages grouped together by income or deductions. Each page will have a description and a dollar figure that was on your 2003 return. There are blank spaces so you can fill in the amounts or changes that apply to 2004. There is also a series of yes or no tax related questions. If you would like a tax organizer please let us know before January 31, as we will not automatically mail these out.



- **Ownership Tax on Vehicles**
- **Charitable Contributions (Cash and Non-cash)**
- **Student Loan Interest**
- **Self-Employed Health Insurance Payments**
- **Rental Property Insurance Premiums**
- **Total Vehicle Mileage (When Providing Business Miles)**
- **Daycare Providers Tax Identification Number and Address**
- **Interest Income**
- **Change in Dependents**
- **Direct Deposit Information**