

2019 TAX PREPARATION AGREEMENT

Date	
Taxpayer Name	Spouse Name
Email Address	Email Address

PREPARATION OF YOUR 2019 TAX RETURNS

Thank you for choosing Mike Turner CPA to assist you with your 2019 taxes. This letter confirms the terms of our engagement with you and outlines the nature and extent of the services we will provide. In order to ensure an understanding of our mutual responsibilities, we ask all clients for whom returns are prepared to confirm the following arrangements by signing below.

We will prepare your 2019 federal and requested state income tax returns. We will depend on you to provide the information we need to prepare complete and accurate returns. We may ask you to clarify some items but will not audit or otherwise verify the data you submit. An Organizer is enclosed to help you collect the data required for your return. The Organizer will help you avoid overlooking important information. By using it, you will contribute to efficient preparation of your returns and help minimize the cost of our services.

We will perform accounting services only as needed to prepare your tax returns. Our work will not include procedures to find defalcations or other irregularities. Accordingly, our engagement should not be relied upon to disclose errors, fraud, or other illegal acts, though it may be necessary for you to clarify some of the information you submit. We will, of course, inform you of any material errors, fraud, or other illegal acts we discover. The law imposes penalties when taxpayers underestimate their tax liability. Please call us if you have concerns about such penalties.

Should we encounter instances of unclear tax law, or of potential conflicts in the interpretation of the law, we will outline the reasonable courses of action and the risks and consequences of each. We will ultimately adopt, on your behalf, the alternative you select.

Our fee will be based on the forms required plus out-of-pocket expenses. Invoices are due and payable upon presentation. We will require payment prior to electronic filing of your tax return.

We will return your original records to you at the end of this engagement. You should securely store these records, along with all supporting documents, canceled checks, etc., as these items may later be needed to prove accuracy and completeness of a return. We will retain copies of your records and our work papers for your engagement for seven years, after which these documents will be destroyed.

Our engagement to prepare your 2019 tax returns will conclude with the delivery of the completed returns to you (if paper filing) or your signing, and the subsequent submittal, of your tax return (if e-filing). Review all tax-return documents carefully before signing them. In an effort to save trees, we will provide your copy of the tax return electronically unless a paper copy is specifically requested.

Additional fees may apply. See Electronic Delivery Notice for details. **(NOTE: For security purposes we prefer paper filing.)**

If you and/or your business entity have a financial interest in or signature authority over any foreign assets, you may have additional filing requirements such as Form FinCen 114 (formerly known as "FBAR") with the [Department of Treasury](#) by April 15th. This engagement for income tax preparation does not cover any possible additional filing requirements. If you want help with such filings, a separate engagement needs to be explicitly requested and agreed to in writing. If you do not inform your preparer of any foreign assets, we will presume you do not have any and will hold no responsibility for failure to file required disclosures.

To affirm that this letter correctly summarizes your understanding of the arrangements for this work, please sign the enclosed copy of this letter in the space indicated and return it to us with your tax info.

We appreciate your confidence in us. Please call if you have questions.

Sincerely,

Michael Turner CPA

ACCEPTED BY (Both spouses must sign for preparation of joint returns)	
Taxpayer Signature	Date
Spouse Signature	Date

AFFIRMATIVE CONSENT OPT IN OR OPT OUT TO ELECTRONIC FILE SHARING

ELECTRONIC DELIVERY NOTICE – 3RD PARTY RECIPIENTS OF TAX INFORMATION

See [IRS Procedure 2015-35 \(2014-44\)](#) and [IRB 2014-32](#) for more info

To opt out (see below). Electronic Delivery for all tax documents is dangerous.

- Tax Information Supplements
- Tax Returns and Forms
- 1099-Misc & W2
- 1098
- MN CRP
- K-1

PLEASE carefully review tax forms and information and notify us immediately if you believe there are any flaws.

Tax information forms often can have complex rules and multiple filing positions a Taxpayer could take on their tax return. All electronically delivered forms will be available for 6 months from date of upload. Please timely download all forms and store in a secure place.

How to opt out and receive mailed copies: Sign Below and mark OPT OUT below and return to Mike Turner CPA.

I CONFIRM RECEIPT OF THIS ELECTRONIC DELIVERY NOTICE

PLEASE CHOOSE ONE OPTION BELOW

A

I CHOOSE TO OPT IN TO SECURE FILE PRO ELECTRONIC EXCHANGE OF FILES

- I agree to have firm invite me to Secure File Pro, and set up a password in seven (7) days
- I agree to be given view access to folders for six (6) months
- I confirm I have access to a web browser enabled device
- I confirm I have software which allows me to view adobe acrobat files
- I understand it is my responsibility to download copies of the items before I OPT OUT and/or withdraw my consent in order to fulfill my record keeping duties under the tax rules
- I understand that my usage and viewing history can be tracked by Fox Tax

X

I CHOOSE TO OPT OUT OF ELECTRONIC STORAGE & DELIVERY FOR COPIES OF MY FILES

- I understand that, by opting out, I am required to deposit a minimum of \$25.00 with Fox Tax to cover reasonable costs of labor and delivery of printing, addressing & mailing paper forms
- I understand once I have used my deposit, I will need to place another deposit
- I understand that I should download any past electronic copies before shutting off my access

CONFIDENTIAL EMAIL ADDRESS

Email Address*

*Email NOT required if OPT OUT selected above. Secure Portal access and Email Correspondence is limited to email address above only. Please sign and return this form again to change email on file.

ACCEPTED BY

Name

Signature

Date

DOCUMENTS TO PROVIDE

INCOME

YES N/A

- W-2s
- 1099-R (Distributions from IRAs/401ks/other retirement accounts)
- 1099-INT (Interest Income) and/or 1099-DIV (Dividend and Capital Gain Income) or 1099 Composite Package
- 1099-B (Sale of Stocks/Mutual Funds) - Check to see if all sales have corresponding cost info
- 1099-MISC (Self Employment Income) - **FILL OUT BUSINESS INCOME/EXPENSE WORKSHEET**
- 1099-K (If you accept credit cards or Paypal from customers, your credit card company will issue this)
- 1099-G (Unemployment Received)
- 1099-A/1099-C (Cancellation of Debt or Property Foreclosures)
- K1 (Income from Partnership, Estate, Trust or S Corporation) with Basis Schedule
- SSA-1099 (Social Security Income)
- Alimony/Spousal Maintenance Received - **AMOUNT** **DATE OF DECREE**
- Rental Income - **FILL OUT RENTAL INCOME WORKSHEET**
- Did you own or have signature authority over any foreign financial assets (bank, brokerage, etc.) during the tax year?
If yes, please bring info on foreign investment income and max. account values during tax year
- Did you receive any gifts or inheritance from foreign persons or entities during the year?
- Do you have any other sources of income (bartering, hobbies, sales of property etc...)? If yes, please bring information
- Did you receive, sell, send, exchange or otherwise acquire cryptocurrency in 2019? If yes, please bring information

DEDUCTIONS/CREDITS

YES N/A

- 1098-T (Tuition Statement for College Education) **Please bring transcript showing actual tuition payments plus receipts for books/supplies**
- 1098-E (Student Loan Interest Paid) -
- 1098 (Mortgage Interest Paid)
- Did you buy, sell or refinance any property this year? **Bring all Settlement Statements / Closing Disclosure**
- Charitable Donations - Bring receipts plus itemized list of non-cash items/values.
- Proof that children live with you - Bring school, health records or other documents. This is for **ALL** dependents this year.
- Quarterly Estimated Tax Payments - **Bring list of date and amount of each payment made**
- 1095-A (Health Insurance obtained through the Healthcare Exchange)
- Did your dependent have investment income? - Bring tax forms
- All Adoption Papers and proof of expenses for Adoption Credit
- Long Term Care Insurance & 529 plans - **Bring account numbers and amounts paid**
- K-12 Education Expenses - See page 5 for details
- RP (Certificate of Rent Paid)

OTHER IMPORTANT ITEMS

YES N/A

- Signed Release of Exemption if you are claiming a child that does not live with you
- Signed 2019 Tax Preparation Agreement - **FILL OUT WORKSHEETS**
- Signed Electronic Delivery Notice
- For NEW clients:** Copy of last year's tax return
- For Corporations: Year End Balances on all accounts and loans - If you have Quickbooks or other accounting software, email bookkeeping to your accountant before scheduling an appointment
- Would you like to make a DEPOSIT IN YOUR RETIREMENT ACCOUNT?

Prep. Initials

TAX PREPARATION WORKSHEET

PERSONAL DATA

Taxpayer Name		Spouse's Name	
SSN		SSN	
DOB		DOB	
Phone		Phone	
Email Address		Email Address	
Occupation		Occupation	
Street Address	City	State	Zip

DEPENDENT 1

DEPENDENT 2

DEPENDENT 3

Name	Name	Name
SSN	SSN	SSN
DOB	DOB	DOB
Relationship	Relationship	Relationship
<u>k-12 Education expenses</u>	_____	_____
Daycare Expense	Daycare Expense	Daycare Expense
Daycare Name	Daycare Name	Daycare Name
Daycare SSN/ Fed ID#	Daycare SSN/ Fed ID#	Daycare SSN/ Fed ID#
Daycare Address	Daycare Address	Daycare Address

DEDUCTIONS

Student Loan Interest*	Car Tabs
College Tuition/Fees	Property Taxes
College Books and Req. Supplies	Mortgage Interest Paid
Health Insurance	Home Eq. Loan Interest***
HSA Contributions	Private Mortgage Insurance (PMI)
Charity by Cash/Check	Long Term Care Ins Premiums****
Non-Cash Charity**	Medical Expenses
Educator Classroom Expenses	Tax Prep Fees
Alimony Paid (Bring SS# of Recipient)	Energy Efficient Upgrades*****
IRA Contributions	<input type="checkbox"/> IRA <input type="checkbox"/> ROTH <input type="checkbox"/> SEP

** Provide itemized donation receipts if non-cash donations exceed \$500. Call for help valuing your non-cash donations.

*** Home equity interest is no longer deductible if used for something other than home improvements/purchase. Provide details on loan balances and use of proceeds.

**** Provide company name and account numbers as well as amounts paid

***** Provide costs and details of purchases

ADDITIONAL NOTES OR QUESTIONS

Other Information Required

STUDENT LOAN INTEREST CREDIT	LOAN 1	LOAN 2	LOAN 3
Total Amount of Loan Payments (Principal & Interest)			
Total Interest Paid (See 1098E)			
Original Loan Balance*			

* Contact your loan provider for this information before your appointment

LONG TERM CARE INSURANCE CREDIT		
Insurance Company Name	Policy #	Insurance Prems Paid
Insurance Company Name	Policy #	Insurance Prems Paid

529 CONTRIBUTIONS		
Broker Name	Account #	Total Contributions
Broker Name	Account #	Total Contributions
Broker Name	Account #	Total Contributions

K-12 EDUCATION EXPENSES	CHILD 1	CHILD 2	CHILD 3
Name			
Grade Level			
Fees for Enrichment Activities Outside of School			
Organization			
Class Type			
Fees for Individual Instruction Outside of School			
Organization			
Class Type			
Required School Expenses			
Purchase or Rental of Musical Instruments for School			
Transportation Costs Paid to Others			
Personal Computer Hardware and Educational Software			

RENTAL PROPERTY WORKSHEET

FILL OUT ONE SHEET FOR EACH PROPERTY - DO NOT COMBINE

Street Address	City	State	Zip
Date Rental Started	Property Type		

RENTAL INCOME	AMOUNT
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Total Rents Received <i>(Do not include refundable deposits)</i>	
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EXPENSES	AMOUNT
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Advertising & Promotions <i>(Advertising for rental property)</i>	
Business Miles Driven <i>(Miles driven for rental business)</i>	
Cleaning and Maintenance* <i>(Any cleaning or maintenance costs)</i>	
Commissions* <i>(Paid to rental agencies, etc.)</i>	
Insurance <i>(PMI, liability and/or umbrella policies)</i>	
Legal and Accounting	
Management Fees* <i>(Paid for management by someone else)</i>	
Interest - Mortgage <i>(Bring Form 1098)</i>	
Interest - Other <i>(Credit cards/other loans just for rental)</i>	
Repairs* <i>(Repairs to rental property)</i>	
Supplies <i>(General supplies for rental property)</i>	
Taxes <i>(Property Taxes)</i>	
Utilities <i>(Paid by you for rental property)</i>	
Association Dues	
Rental License Fees	
Bank Charges <i>(Bounced check fees, etc.)</i>	
Appliances <i>(Use Equipment Worksheet to list multiple items)</i>	
Improvements <i>(Major improvements - Use Equipment Worksheet to list multiple items)</i>	
Furnishings <i>(Use Equipment Worksheet to list multiple items)</i>	

- * **REQUIRED** - If you paid \$600 or more to subcontractors you must file form 1099-MISC for their labor cost by Jan 31st
- Bring Settlement Statement/Closing Disclosure for any purchase, sale or refinance
- Fill out one of these pages for **EACH RENTAL PROPERTY**
- If converting property to rental, we need Fair Market Value of property at time of conversion as well as your cost of buying and improving property

AIRBNB, VRBO & SHORT TERM RENTAL

How many days was property rented during the year?	
Sales Tax Collected/Paid	
Fees Paid to Online Services	
Was average stay of guests 7 days or less?	<input type="checkbox"/> YES <input type="checkbox"/> NO

BUSINESS INCOME/EXPENSE WORKSHEET

FILL OUT ONE SHEET FOR EACH BUSINESS - DO NOT COMBINE

Business Name / Profession		
INCOME		
	1099-MISC / SELF-EMPLOYMENT	W2
Income Received <i>(List all self-employed income in 1099 / Self Employment column)</i>		
Sales Tax Collected <i>(If included in income above - only if you charge sales tax)</i>		
COST OF GOODS SOLD		
	1099-MISC / SELF-EMPLOYMENT	W2
Total Production Costs <i>(Direct costs to make products)</i>		
Ending Inventory <i>(At your cost, not retail)</i>		
EXPENSES		
	1099-MISC / SELF-EMPLOYMENT	W2
Advertising: Promo, Website costs, etc. <i>(Anything for promotion of business)</i>		
Auto Expenses <i>(See auto and in home office worksheet below)</i>	SEE AUTO WORKSHEET	
Commissions and Fees <i>(Agents, managers, etc.)</i>		
Subcontractors* <i>(Total labor - Did you pay any one person more than \$600? Yes/No)</i>		
Equipment Purchases <i>(Items costing more than \$500 have a useful life > 1 year)</i>	SEE EQUIPMENT WORKSHEET	
Business Insurance		
Business Interest <i>(Loans or 100% business credit cards)</i>		
Legal and Accounting		
Office and Postage		
Equipment Rental <i>(Equipment Rental and Car Rental — including gas)</i>		
Business Rent <i>(Rent for office or practice space)</i>		
Equipment Repairs <i>(Repairs on computers, equipment, etc.)</i>		
Supplies <i>(Any small items needed for bus.)</i>		
Taxes & Licenses <i>(Business licenses and/or Misc. Business taxes-MNCare, etc.)</i>		
Travel <i>(Airfare, lodging - not food or auto)</i>		
Local Business Travel <i>(Uber, Lyft, Taxi)</i>		
Meals <i>(Business meals, coffee, drinks with others)</i>		
Entertainment <i>(Sporting events, golf etc)</i>		
Days Out of Town <i>(For out of town meal per diems)</i>	SEE PER DIEM WORKSHEET	
Wages Paid to Others <i>(Bring details on payroll and payroll taxes)</i>		
Bank and Credit Card Charges <i>(On business accounts)</i>		
Dues and Subscriptions <i>(Memberships, magazines, etc.)</i>		
Research and Development <i>(Books, classes, activities in your field)</i>		
Telephone <i>(Bus. line, 2nd line, and bus. % of cell phone)</i>	Bus. Use %	
Internet <i>(List % used for business)</i>	Bus. Use %	
Computer Software		
Printing and Film Processing <i>(For business photos)</i>		
Business Gifts <i>(Limited to \$25 per recipient per year)</i>		
Costumes and Props <i>(Performers - things only worn on stage)</i>		
Personal Maintenance <i>(Performers - direct costs for performance image)</i>		
OTHER		
	1099-MISC / SELF-EMPLOYMENT	W2
Health Insurance Paid		
Quarterly Estimates Paid <i>(Bring dates & amounts paid)</i>	BRING LIST OF DATES AND AMOUNTS PAID	
Other:		

* **REQUIRED** - If you paid \$600 or more to subcontractors, you must file a form 1099-Misc for their labor costs by January 31st

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AUTO EXPENSE WORKSHEET

FILL OUT FOR BOTH MILEAGE & ACTUAL EXPENSE METHODS	VEHICLE 1	VEHICLE 2
Year and Make of Vehicle		
Date Purchased/Leased		
Is the vehicle owned/leased by you	<input type="checkbox"/> YES <input type="checkbox"/> NO	<input type="checkbox"/> YES <input type="checkbox"/> NO
Odometer Reading on December 31		
Total Miles Driven in 2019		
Business Miles Driven <i>(Only for cars that you own or lease)</i>		
W2 Employee Miles Driven		
Commuting Miles Driven		
Parking and Tolls		
License Plate Taxes Paid		
Interest Expense		
FILL OUT BELOW ONLY IF CLAIMING ACTUAL EXPENSES	VEHICLE 1	VEHICLE 2
Purchase Price / Lease Equivalent <i>(If new purchase)</i>		
Gas		
Repairs & Maintenance		
Insurance		
Lease Cost		

IN-HOME OFFICE EXPENSE WORKSHEET

	OFFICE 1	OFFICE 2
Square Footage of Office		
Square Footage of Entire House		
Date Placed in Service		
Mortgage Interest Paid		
Property Taxes Paid		
Insurance on Home <i>(Hazard and Private Mortgage Insurance)</i>		
General Home Repairs and Maintenance		
Direct Office Space Repairs and Maintenance		
General Home Improvements <i>(Use Equipment Worksheet to list Separate Improvement Projects)</i>		
Direct Office Space Improvements <i>(Use Equipment Worksheet to list Separate Improvement Projects)</i>		
Utilities <i>(Gas, Electric, Water, Trash)</i>		
Security System		
Rent Paid		
Other		
Association Dues		
Cost of Home <i>(If new: list purch + prior investments)</i>		

