



## In This Issue

[Annual Tax Letter and Checklist](#)

[Tax Reform](#)

[Minimum Wage Increase Effective 12/31/17](#)

[Do You Need Us to Process 1099-MISC?](#)

[Is Your Business an LLC](#)

[Holiday Closures](#)

[Join Our Mailing List!](#)

# Newsletter

We would like to share some very important tax information.

## Annual Tax Letter and Checklist

We will be sending out our annual tax letter and checklist in January. If you have had a change of address, or a change to any of your contact information (email, phone), please let us know ASAP so we can be sure you receive this important tax information.

## Tax Reform

Our office is closely watching the progress of the current tax reform. Once the bill becomes law, we will provide updates via our monthly newsletters.

## Minimum Wage Increase

**Effective December 31, 2017**, the following minimum wage will be in effect in New York State:

- Workers in New York City employed by large business (at least 11 employees) - \$13.00
- Workers in New York City employed by small business (10 employees or fewer) - \$12.00
- Workers in Long Island and Westchester Counties - \$11.00
- **Workers in all other areas of the state - \$10.40**

For more information on these minimum wage changes go to: <https://www.ny.gov/new-york-states-minimum-wage/new-york-states-minimum-wage>

For tipped food service and hospitality workers, please go to: <https://labor.ny.gov/formsdocs/wp/Part146.pdf>

## Do You Need Us to Process 1099-MISC?

Do you need for us to process any 1099-MISC forms for your business? **If so, please submit the information to our office no later than January 8th, 2018.** Our filing process includes Form 1099-MISC Part B which is due to each recipient by January 31, 2018 and Form 1099-MISC Part A along with Form 1096 which are due to the IRS by January 31, 2018.

This form needs to be filed by any business who pays an individual (non-employee) during the year:

- at least \$600 in services (including parts & materials)
- gross proceeds of \$600 or more paid to an attorney during the year (including partnerships or corporations)
- at least \$10 in royalties or broker payments in lieu of dividends or tax-exempt interest
- at least \$600 in rents, prizes and awards, other income payments, medical and health care payments, crop insurance proceeds, cash payments for fish/aquatic life you purchase from anyone engaged in the trade or business of catching fish, or, generally, the cash paid from a notional principal contract to an individual, partnership, or estate
- any fishing boat proceeds
- withheld any federal income tax under the backup withholding rules regardless of the amount of the payment
- you made direct sales of at least \$5,000 of consumer products to a buyer for resale anywhere other than a permanent retail establishment

You will need to have each 1099-MISC recipient complete IRS Form W-9. This form can be found on the IRS website: <https://www.irs.gov/pub/irs-pdf/fw9.pdf>

For more information about 1099-MISC filing, please refer to: <https://www.irs.gov/pub/irs-pdf/i1099misc.pdf>

---

## Is Your Business an LLC?

Did you know that if your business is an LLC, you may need to file Form IT-204-LL annually? **Please let us know by January 31, 2018 if you would like to have us prepare this form for you.** These forms must be filed by March 15, 2018.

Form IT-204-LL, Partnership, Limited Liability Company, and Limited Liability Partnership Filing Fee Payment Form, must be filed by:

- 1) Every limited liability company (LLC) that is a

disregarded entity (not a corporation) for federal income tax purposes that has income, gain, loss, or deduction from New York State sources.

2) An LLP that is required to file a New York State partnership return and that has income, gain, loss, or deduction from New York State sources.

3) Every regular partnership (those that are not an LLC or LLP) that is required to file a New York partnership return that has income, gain, loss, or deduction from New York State sources, and had New York source gross income for the preceding tax year of at least \$1 million.

---

## Holiday Closures

Please note that our office will be closed Monday 12/25 - Monday 1/1, and we will reopen Tuesday, January 2, 2018.

We wish you and your loved ones Happy Holidays and Happy New Year.

---

As always, if you have any questions, or need additional information, please contact our office.

**Sincerely,**

Zulch Tax Consultants & Accountants