

Your Small Business is our Big Business

At Small Business Accounting & Tax, Inc. we have over 45 years of experience providing accounting and consulting services to small construction companies. We know the language, issues, and special accounting methods of the construction industry. We offer a full range of accounting and tax services with flexible billing options. With fixed quarterly billing you know exactly what we'll charge before the work begins!

Year-Round Service

Advice is most valuable before a transaction is completed while there is still time to properly structure the transaction. We encourage our clients to contact us anytime of the year when tax or accounting questions arise. All of our clients receive:

- Free over-the-phone answers to everyday tax and accounting questions—no need to wonder, just call us and have your answer!
- A fixed-fee quote for more complex questions requiring extensive research

Domestic Production Activities Deduction

- Producers within the U.S. receive a special tax deduction equal to 9 percent of net income from qualified activities.
- While the deduction is most commonly applied to the manufacture of personal goods, **it also applies to the manufacture and engineering of real property!**
- For example, if a company has net income from qualified activities of \$100,000, they receive a \$9,000 tax deduction resulting in only \$91,000 of the income being taxable.
- This \$9,000 tax deduction may save as much as \$3,600 in income tax, depending on the particular taxpayer.

Construction

- Income from the **erection** or **substantial improvement** of real property qualifies for the deduction!
- Any work done on a component (such as roofing, electrical, plumbing, foundation, etc.) of a new erection or substantial improvement also qualifies!
- Most remodeling jobs will qualify as substantial improvements.
- Income from repairs does not qualify.

Engineering & Architecture

- Income from consultation, investigation, evaluation, planning, design, or supervision of the construction of real property qualifies!
- Post-construction activities such as inspections do not qualify.

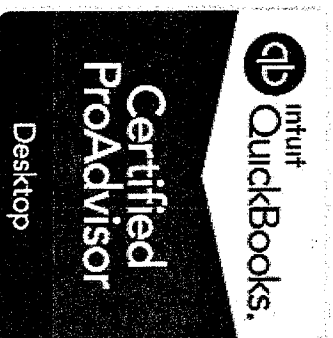
Verify you Received your Tax Benefit!

If your construction, architecture, or engineering company had positive net income and paid wages, you most likely should have received a Domestic Production Activities Deduction in 2013-2015. Here is how to check:

- For LLCs, Partnerships, S-Corporations, and Sole Proprietors, the deduction should appear on line 35 of the owner's personal income tax return, Form 1040.
- For C-Corporations, the deduction should appear on line 25 of the Corporate Tax Return, Form 1120.

Claim your Benefit!

We can help you receive your benefit for prior years by filing amended tax returns. Please contact us at 402-496-7000 for a free consultation to see how we can help your company succeed!



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Additional Services Available:

Accounting & Tax Service Bundles for a Fixed Quarterly Fee:

Service bundles may include

- Quarterly Bookkeeping
- Quarterly Payroll Returns
- Annual Income Tax Return
- Payroll Services

Income Tax Returns and Planning for:

- Individuals
- Corporations
- Partnerships
- Estates & Trusts
- Nonprofit Organizations

Taxpayer Assistance:

- Filing of Delinquent Tax Returns
- Agreements to pay taxes and penalties through installments
- Preparation of Offers in Compromise to reduce the taxes you owe

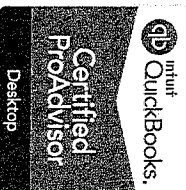


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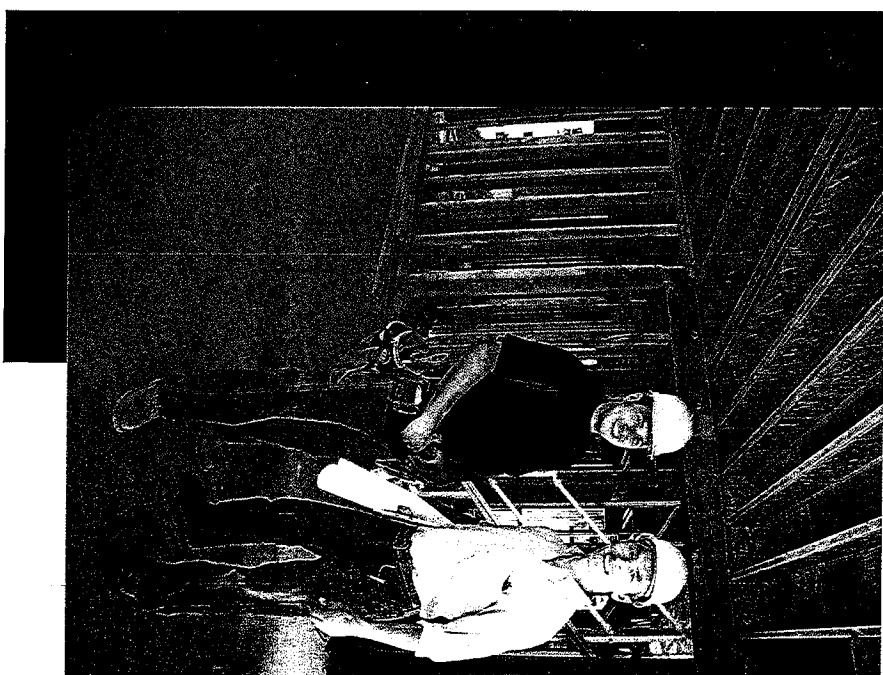
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Domestic Production
Activities Deduction for

**Construction,
Architecture, &
Engineering Firms**



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