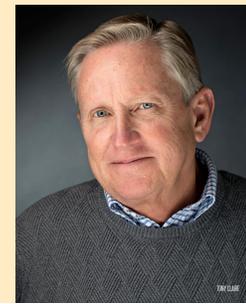




**NAGEL CPAs, LLC**

Accountants & Advisors



**News, information, perspectives for Nagel CPA's small business clients, owners, and managers.**

Greetings everyone,

Here's some of the latest issues facing small business in New Mexico and beyond.

*Read the first attachment below for some good news, published earlier this month. After that, consider:*

***New mandate August 5: reporting COVID-19 out breaks:*** Just as the New Mexico business community began hearing compliments on our progress in "slowing the spread" we were handed the NMED emergency rule for reporting COVID-19 cases in our workplaces. Fortunately, the emergency rule ends after 120 days, on **December 3, 2020**. In the second attachment I have included the NMED FAQ list on details of this requirement. Plan accordingly. If you are not sure how to determine cash reserves in the event of a reportable act, let's talk, I can help.

***Final filing deadlines for 2019:*** While filing deadlines for individuals were extended from April 15 to July 15, no such extensions were granted for business. All pass-through entities must file their 2019 business returns by **September 15, 2020**. While no tax will be due, in order to file a valid return all 2019 retirement plan contributions must be paid to secure the 2019 deductions. Few options exists, but if you cannot make the retirement plan contribution planned for earlier, contact us now so we can explore your options for paying the additional tax that will be due.

***Reminder:*** Third quarter estimated tax payments are due for individuals on **September 15**. All pass-through entities should know how much is due for their unique circumstances. If facts have changed since we helped calculate those payments, call us for a quick update. The 2019 1040s are due on **October 15, 2020**. Plan ahead for retirement plan contributions for all single-member LLC's and sole proprietorships.

***Time to think about tax planning for 2020:*** Tax planning is all about being organized and prepared to make decisions, just at the right time, especially this year. Why is that?

***Uncertainty remains on PPP loan forgiveness:*** Currently, all expenses paid from PPP loan proceeds that are forgiven will be non-deductible. So, measuring and predicting both the issues of when and what may be forgiven and what is not deductible in this year or next will be a challenge. Right now, there is little guidance. I encourage you to consider your anticipated taxable income, with and without PPP loans, and then plan for year-end expenditures accordingly. This will be doubly challenging since we are looking back over 2020 results, but, also looking forward to 2021 projections. The attached article from the RR Observer includes ideas on how to get in on the fun of new business opportunities in 2021. Planning for cash requirements will be a continual guessing game but, fortunately low interest rate loans are available in many circumstances. Pent-up investment demands might make new sources of private investment in debt or equity an option worth considering. Never say never.

***Retirement Plans and other employee benefits:*** It is time to revisit your retirement plan as a tax planning and wealth accumulation tool. You have heard me say this many times, surely,

but complex rules restrict what options are available and their related deadlines. See the “memory jogger” at attachment #3.

I hope your summer ends well and you find continued peace and prosperity throughout the fall.

--Roger Nagel, CPA/PFS, CMA, CGMA

Here’s some encouraging news: “Declining costs and new capabilities have reached the tipping point. We’re seeing a technology nirvana now, and New Mexico is at the center of a lot of it.”

**[Nagel on Finances: Time to get in on the fun of technology](#)**

**Reporting workplace COVID-19 cases to NMED: What you need to know**

[Click here to learn how to have a COVID-19 compliant workplace.](#)

"You need to understand the impact these new retirement rules may have on you and take steps now to adjust your retirement strategies. Consult your financial advisor and tax professional."

**[New Retirement Rules: SECURE Act of 2019](#)**

*If you know someone that would benefit from the information provided in these newsletters please contact [rlamar@nagelcpa.us](mailto:rlamar@nagelcpa.us), or call 505-898-2558 to add them to our subscriber list.*

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