

Federal changes impacting 2023

- Energy credits for electric cars, even pre-owned cars qualify.
- Mileage rate for self-employed for all of 2023 was 65.5¢. Going up to 67¢ for 2024
- 1099K, if you get one of these forms. I must have it. Please don't throw it away. Even if it was all personal items, it needs to be reported on your tax return. IRS is watching!!!
- Energy credits for your principal residence AND for your second home.

Michigan changes for 2023

- There is a new law that will become law on Feb 13th, 2024. This law increased the Earned Income credit retroactive to 2022. If you had that credit in 2022 you will receive an additional check for up to \$550. If you have moved since filing your 2022 return you will need to go to Michigan.gov/taxes/iit and follow the prompts to iit, then guest services, then access individual income tax eservices. I know it seems like a lot, but you won't get your check if they don't have the correct mailing address. In most cases you can call us, and we can do it for you.
- Delayed refunds for anyone who has a pension subtraction in Michigan and for any with EIC credits. The delay is only till mid-February.
- The homestead maximum amount went to \$1700 up, \$100. **BUT**, if we have included your empty lot next door for this credit, we can only do that if it is zoned agricultural or horticultural.
- The pension subtraction in Michigan is still tier 1 through tier 4 rules, depending on your age and your spouse's age. The phase out of pension taxation (with limitations) is supposed to be in 4 years from now. By then we will have a new governor to screw it up again. (this continues to be a sore spot with me as the complications of the pension subtractions is insane)
- Michigan has charities that you can direct some of your refund towards. Please let me know if you want to donate to any of these with part of your refund.
 1. American Red Cross
 2. Animal Welfare Fund (my favorite)
 3. Children's Trust fund
 4. Military Family Relief
 5. United Way