

Singer Wealth



Tax Planning

With tax filing deadlines just behind us, you may have recently sat down with your CPA and walked through another year of returns. Your accountant added your revenue, applied either the standard deduction or your itemized deductions, and the more deductions you had, the less you owed. But here is what I want you to notice about that meeting. Once the calendar year is over, your accountant can only “account” for what already happened. The planning window closed on December 31. If you want a better conversation next April, the work starts now.

One of the most powerful tools you have is tax loss harvesting. You can sell positions that are down and replace them with something similar to stay invested in the market. Even better, you can have your account managed through direct indexing, where the portfolio closely tracks an index like the S&P 500 or the Russell 2000 while systematically generating paper losses throughout the year. The account can finish the year positive and still produce losses on your tax return. Those losses offset capital gains from other sources, and up to three thousand dollars of ordinary income every year.

For high-net-worth investors, there are long short hedge funds designed to beat the market with less volatility while simultaneously producing trading losses that offset ordinary income. There are also strategies like Private Placement Life Insurance that shelter your investments from tax entirely. No capital gains tax, no tax on dividends, no tax on interest, not a penny, as long as the assets stay inside the structure.

If you routinely give to charity, a donor advised fund lets you frontload several years of deductions into one high income year. And if you donate appreciated stock, which I highly recommend, you avoid the capital gains tax completely. You then take the cash you would have donated and repurchase that same stock at the current price, giving you a fresh, higher cost basis for the future.

Tax planning is not something your CPA does to you in April. It is something you do for yourself all year long.

Have you heard about our Vision Quest Process? Watch the video below to learn more!



We are committed to helping you achieve your financial goals. Please feel free to contact us with any questions, comments, or a more in-depth discussion.

Sincerely,
Keith Singer

Singer Wealth
1515 S Federal Highway Suite 302
Boca Raton, FL 33432
(561) 998-9985
www.singerwealth.com

Singer Wealth Advisors is a registered investment advisory firm. Discuss with your financial/tax professionals before investing. Past performance does not guarantee future results. Material provided for informational purposes only.



Singer Wealth | 1515 S Federal Hwy Suite 302 | Boca Raton, FL 33432 US

[Unsubscribe](#) | [Update Profile](#) | [Constant Contact Data Notice](#)



Try email marketing for free today!