



Financial and Tax Strategies

Important Note: Speak with your financial advisor and/or CPA before implementing.

- Live on a fixed income from your practice. Don't pull funds haphazardly
- Fund a well-designed retirement plan: 401K/Profit Share/Cash Balance (Defined Benefit) Plans
- Fund annual Roth Conversions. You may need to move an existing IRA into your 401K first
- Invest in assets before paying down low tax-deductible interest
- Home office
- Kids on payroll
- Spouse on payroll to fund retirement plan
- Effective use of fringe benefits (meals, travel, auto, etc)
- Pass-through entity tax
- Be sure to take advantage of the Qualified Business Income (QBI deduction)
- Get consulting to move away from PPOs toward FFS
- Set up automatic savings plan
- Harvest any losses in your taxable investment account to offset any capital gains
- Match the timing of your depreciation on equipment with the related loan payments (in other words, take a section 179 deduction to the extent you purchased it with cash. Otherwise, take the standard depreciation). This will help you avoid the all-too-common depreciation tax trap
- Meet with your CPA at least twice a year to review these strategies and ask the 10 questions in our other resources
- Avoid tax scam sales pitches. Especially ones that charge a percentage of the tax savings