



Serving the Public Accounting Profession for over 50 years

October 2007

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E-Mail & Address Changes

Don't miss out on important information regarding upcoming seminars and chapter meetings because you didn't let us know of an email or address change. Notify us of any changes via email at:

info@pspabuxmont.org



FREE SEMINAR DRAWING

Congratulations!
Neil Klinger

The winner of a free one day seminar of their choice at the drawing held at the **September** business meeting. The Buxmont Chapter holds a drawing for a free seminar at the conclusion of every business meeting.

Buxmont Accountant

Buxmont Chapter

PA Society of Public Accountants

PRESIDENT'S NOTE

Dear Fellow Buxmont Members,

Fall is coming and we are into our seminars. For those of you who missed the two new seminars (Planning for Later Years & Fraud) I personally feel you missed two great seminars.

Congratulations to Rich Brasch who was named **NSA STATE DIRECTOR of the YEAR!**

Very truly yours,
Monty Anderson
President Buxmont Chapter

OCTOBER MEETING/PAC NIGHT

INSURANCE FOR SMALL BUSINESS

Next meeting is scheduled for Tuesday, October 23, 2007

Speaker: Bill Kane
Peterman Company

Place: Williamson's Restaurant
Willow Grove, PA

Meeting: 7:00-9:00 PM

Dinner: 6:00-7:00 PM

Must pre-register for dinner reservation.

Please complete and mail the registration form with payment.

Deadline for registration is Wednesday October 17, 2007

"Meeting Only" Registrants at the door will be subject to a \$5.00 surcharge.

REMEMBER, IT IS YOUR RESPONSIBILITY TO CONFIRM THE CHAPTER HAS YOUR RESERVATION

To review the registration list, go to: www.buxmontpspa.eboard.com and look at registrants under the meeting tab.

I-9 COMPLIANCE

E-Verify from the Department of Homeland Security Helps Employers Meet their Form I-9 Compliance Responsibilities

E-Verify is a free government service to verify, via the Internet, the employment eligibility status of newly-hired employees. E-Verify (formerly known as the Basic Pilot/Employment Eligibility Verification Program) is administered by the U.S. Department of Homeland Security (DHS) in partnership with the Social Security Administration (SSA). The goals of E-Verify are to reduce unauthorized employment, minimize verification-related discrimination, be quick and non-burdensome to employers, and protect the privacy and civil liberties of employees. For more information visit: <https://www.vis-dhs.com/employerregistration>

Welcome New Members



Irina Shcherbik,
Langhorne PA

Gary Goodman CPA
Trevose PA

Earlene Thorne
Ambler PA

James Dalaimo CPA
Huntingdon Valley PA

Michael Saltzman CPA
Richboro PA

Michael Desantis CPA,
Jamison PA

Elaine Freemer CPA
Dresher PA

MICROSOFT ACTION PACK

Microsoft created the Professional Accountants Network (MPAN) that is free to join and includes member access to their Action Pack subscription for \$299 per year.

The Action pack subscription includes 10 licenses of Vista Business and 10 licenses of Office 2007 Enterprises. It also includes Small Business Server, Windows Terminal Server, SQL 2005,

SharePoint Server and Exchange 2007 While just joining MPAN will provide firms access to one license of the Microsoft Office Accounting Professional application and 27 hours of CPE and provides additional nine licenses for internal use. Keep in mind this is a yearly fee to use the 10 users licenses, subject to subscription fee change.

TAX BREAKS FOR TEACHERS, PARENTS, STUDENTS

With the new school year now under way, the IRS reminded teachers, parents and students that saving receipts and keeping good records can help them take advantage of various education-related deductions and credits on their 2007 federal income tax return.

The educator expense deduction allows teachers and other educators to deduct the cost of books, supplies, equipment and software used in the classroom. Eligible educators include those who work at least 900 hours during a school year as a teacher, instructor,

counselor, principal or aide in a public or private elementary or secondary school. Worth up to \$250, the educator expense deduction is available, whether or not the educator itemizes their deductions on Schedule A. Under current law, this deduction is scheduled to expire at the end of this year, but the two credits remain in effect.

Three key tax breaks -- the tuition and fees deduction, the Hope credit and the lifetime learning credit -- help parents and students pay for the cost of post-secondary education. All three are available,

regardless of whether an eligible taxpayer itemizes their deductions.

Normally, a taxpayer can claim tuition and required enrollment fees paid for their own and their dependent's college education. A taxpayer cannot take both an education credit and the tuition and fees deduction for the same student in the same year. Income limits and other special rules apply to each of these provisions. Education credits are claimed on Form 8863, and the tuition and fees deduction for 2007 will be claimed on new Form 8917.

NEW RULE WILL NOT AFFECT TEACHER SALARIES

Moving to clear up confusion about a recent tax law change, the IRS reassured teachers and other school employees that new deferred-compensation rules will not affect the way their pay is taxed during the upcoming school year.

Recently, [the IRS](#) has received

inquiries from teachers who had been told that they had to make certain decisions about their pay, this month, or risk severe penalties. At issue is a 2004 law change that applies to people who decide to defer compensation from one year to a future year. In April, the Treasury Department and the IRS

issued final rules implementing this law change.

The IRS clarified that the new rules do not require school districts to offer teachers an annualization election. Thus, school districts that have not been offering teachers this election are not required to start.

2008 GENERAL MOTORS CORP. HYBRIDS

Chevrolet Malibu \$1,300 credit

Saturn Aura Hybrid \$1,300 credit

CLAIM CLIENT'S INNOCENCE

IR-2007-125: The IRS revised the "innocent spouse" tax form to avoid unfair taxation on a joint return. The redesigned Form 8857, Request for Innocent Spouse Relief, includes more information.

**MEMBERS WITH PERFECT ATTENDANCE RECEIVE
A FREE BUSINESS QUICKFINDER & QUALIFY FOR DRAWING**

The Buxmont Chapter will hold a drawing at the October Business meeting to award 5 tax services valued at up to \$400.00 each to five members who had perfect attendance at business meetings held from September 2006 through June 2007 and qualify for a free business QuickFinder worth \$40. This is an annual drawing held to encourage member participation. The business meetings are held immediately following the CPE program and last approximately 15 minutes. All prizes will be awarded at the January meeting. **Congratulations to all.**

- | | | |
|-----------------------|-------------------------|------------------------|
| 1. Anderson, Lamont | 11. Graham, Barbara | 21. Reiff, Philip |
| 2. Behal, Richard | 12. Kelly, James | 22. Schilling Albert |
| 3. Brasch, Richard | 13. Klinger, Neil | 23. Slavin, Marc |
| 4. Braunstein, Irving | 14. Komarnicki, John | 24. Storti, Eric |
| 5. Cohen, Robert | 15. Landgreen, Richard | 25. Storti, John |
| 6. Detwiler, Trudy | 16. Lobron, Stanley | 26. Thomas, Barbara |
| 7. Dordick, Laura | 17. McLaughlin, Patrick | 27. Vish, George |
| 8. Forman, William | 18. Pinkenson, Lana | 28. Vishabazoon Philip |
| 9. Freeman, Robert | 19. Poppel, Mark | 29. Weinstein, Barbara |
| 10. Gallo, Frank | 20. Ramage, Robert | |

MEMBERS RECEIVING A FREE BUSINESS QUICKFINDER

- | | | |
|----------------------|---------------------|-------------------------|
| 1. Agin, Michael | 7. Donley, Ann | 13. Nurney, Christopher |
| 2. Ammann, Magdalena | 8. Getzow, Steven | 14. Pannullo, Vince |
| 3. Banyai, Marilyn | 9. Grasic, George | 15. Severns, Toni |
| 4. Berman, David | 10. Katz, Alan | 16. Shaw, Clare |
| 5. Bryner, Ruth Ann | 11. Kitterell, John | 17. Smith, Fred |
| 6. Corso, Frank | 12. Metzgar, Paul | |

TERMINATION OF NEW JERSEY S CORPORATION STATUS

A corporation that has elected and been accepted as a New Jersey S corporation remains a NJ S corporation as long as it is a Federal S corporation status before the end of the first tax year. To revoke a election, a letter of revocation must be filed. The letter must be signed by all shareholders holding more than 50% of the outstanding shares of stock on the day of the revocation, and a copy of the original election form must be enclosed.

The letter of revocation must be filed on or before the last day of the first tax year of the election. N.J.A.C. 18:7-20.1(f).

To terminate NJ S Corporation status after the first year, a corporation must terminate its Federal S corporation status. The corporation must then register with the State as a C Corporation.

NEW JERSEY PARTNERSHIP FILING FEE

Under N.J.S.A. 54A:8-6, a partnership filing is imposed on partnerships that have income (or loss) derived from New Jersey sources and that have more than two owners. The filing fee is \$150 for each owner up to a maximum of \$250,000.

the close of each privilege period. An installment payment equal to 50% of the filing fee is also required at the same time.

A partnership may not be required to pay the filing fee if there is no NJ source income; all operations and facilities must be located outside NJ.

The filing fee is due on or before the 15th day of the fourth month following



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and Directors**

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215-957-9608 x-201**

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**Albert E. Schilling
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**Irving Braunstein, EA
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Sunshine Committee

**Clare Shaw, CPA
215-860-1199**

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**Richard Brasch Jr., CPA
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Willy Seman(Emeritus)**



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**"Registration forms
for all seminars
can be printed
directly from our
web page"**

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Chapter Profile:

The Buxmont Chapter is the PA Society of Public Accountants' largest chapter, representing over four hundred Certified Public Accountants, Public Accountants, Enrolled Agents and tax practitioners in the Bucks and Montgomery Counties of Southeastern PA. If you are a small practitioner in search of an organization interested in your needs, you'll want to consider the Pennsylvania Society of Public Accountants.

Chapter Meetings:

Meetings are generally held on the fourth Tuesday of the month at Williamson's Restaurant, Route 611 & Blair Mill Rd, in Willow Grove, PA (unless otherwise noted)

Dinner & Meeting:(2 Hr.)	Member \$25.00	Non-member: \$49.00
Dinner & Meeting:(4 Hr.)	Member \$35.00	Non-member: \$59.00
Meeting Only: (2 Hr.)	Member \$15.00	Non-member: \$39.00
Meeting Only: (4 Hr.)	Member \$25.00	Non-member: \$49.00

2007 Gear-UP Seminar Programs

Seminars are held at the Radisson Hotel located at 2400 Old Lincoln Highway, Trevose, PA (1/4 mile south of PA Turnpike Interchange 351)



- ◆ Business Entities
Thursday & Friday October 18 & 19, 2007
- ◆ 1040
Monday & Tuesday December 3 & 4, 2007

2007 Chapter Program Schedule

- ◆ Insurance for Small Business — 2 HR Other CPE
Tuesday, October 23, 2007
- ◆ IRS Ethics & Tax — 4 HR Tax CPE
Tuesday, November, 27, 2007
- ◆ PA Individual & Corporation Tax — 4 HR Tax CPE
Tuesday, December 18, 2007
- ◆ TBD
Tuesday, January 22, 2008