

Parms & Company, LLC
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December 1, 2011

Parms & Company is a full service certified public accounting firm offering a wide range of professional services to help our clients achieve their goals. By offering quality professional services that are efficient, timely, and cost-effective, we are responsive to the needs and expectations of each client. With our expertise in accounting, auditing, tax and business consulting, we get the job done.

Visit us on the web:
www.parms.com



Special points of interest:

- In observance of the holidays, our office will be closed on: December 26, January 2, and January 16.
- The IRS announced that the standard reimbursable mileage rate will remain the same at \$0.555 per mile for 2012.

Important Dates To Remember:

| | |
|------------------|---|
| January 17, 2012 | Pay Estimated Taxes Deadline for individuals to pay their 4th estimated tax payment for 2011. |
| January 31, 2012 | Issue 1099s/W-2s Deadline for Businesses to send out 1099s to their recipients. |
| March 15, 2012 | Forms 1120, 1120S Date for corporations to file 2011 tax returns. |

The Parm's Insider

News You Can Use

OHIO USE TAX - What you don't know may cost you!

Do you have an Ohio Use Tax account? If you just answered "No", "I don't know", or "Huh?"; then you may have a tax liability and may be contacted by the Department of Taxation.

Originally enacted in 1936, Ohioans have been required to pay tax on goods bought outside the state that did not carry a sales tax. Over time the tax slipped out of sight, but with the explosion of business over the internet, the Use Tax is back in the spotlight. The state is targeting businesses first, although individuals are also subject to this tax.

The Ohio Use Tax pertains to purchases of tangible personal property and services used, consumed or stored in Ohio that are not exempt from taxation, and when the vendor did not separately charge you Ohio Sales Tax on the purchase invoice. Ohio Use Tax is a complimentary tax to Ohio Sales Tax and has the same statutory exemptions and tax rates.

The Ohio Department of Taxation identified more than 400,000 businesses that are not currently registered for and/or reporting Ohio Use Tax and probably have an

unreported Ohio Use Tax liability.

But there is good news! With the recent enactment of Ohio's 2012-2013 Budget Bill, a very favorable and unprecedented Ohio Use tax amnesty program will soon be available for Ohio Taxpayers that have delinquent Ohio Use Tax liabilities.

Be proactive! Instead of reacting to a surprise Ohio Use Tax audit, a business can be proactive by volunteering to report its Ohio use Tax liability and utilize

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A letter from our Managing Partner

Dear Friends,

As the holiday season approaches, we'd like to take this opportunity to thank all of our clients and friends for the opportunity this past year to be of service to you and your organizations. We truly value your relationship and we consider it an honor to be able to work with you and your staff.

May your holiday season be filled with much joy and happiness and may you have success and prosperity throughout the new year. We look forward to working with you in the coming year and hope our business and friendship continues for many years to come.

All of us at Parm's & Company join in sending warm holiday wishes to you and your family!

John Parm's

John Parm's
Managing Partner



Seasons
Greetings!



Ohio Use Tax *continued*

Ohio Use Tax Amnesty to avoid an interruption to operations and the inconvenience of an actual audit, reduce the length of the look-back period from seven years to January 1, 2009, eliminate additional penalty charges, eliminate additional interest charges, and arrange for an extended payment plan of up to seven years of any resulting Ohio Use Tax liability.

In Ohio, not all purchases of goods and services are taxable, and conversely, not all purchases of goods and services are exempt from taxation. The trick is to know what purchases are subject to tax and what purchases are exempt from tax.

For more information on how Ohio Use Tax affects your business, call us today!

Recipe Corner

Kim's Dump Cake

- 1 can crushed pineapple
- 1 can cherry pie filling
- 1 box moist yellow cake mix
- 1 stick of butter or margarine
- 1 cup chopped walnuts

Pour crushed pineapple with juice into a 13x9 baking dish. Add cherry pie filling on top of pineapple. Sprinkle cake mix over pineapple and cherry filling. Sprinkle walnuts. Cut butter into tabs and place all over top. Bake for 50 minutes at 350°. It's so easy! You just 'dump' everything into your baking dish and bake!

Common Ways ID Theft Happens:

- U.S. Federal Trade Commission

- 1. Dumpster Diving.** They rummage through trash looking for bills or other paper with your personal information on it.
- 2. Skimming.** They steal credit card numbers by using a special storage device when processing your card.
- 3. Phishing.** They pretend to be financial institutions or companies and send spam or pop-up messages to get you to reveal your personal information.
- 4. Changing Your Address.** They divert your billing statements to another location by completing a "change of address" form.
- 5. "Old-Fashioned" Stealing.** They steal wallets and purses; mail, including bank and credit card statements, pre-approved credit offers, and new checks or tax information.



To learn more about ID theft and how to deter, detect, and defend against it, visit www.ftc.gov/idtheft.

"Be not anxious about what you have, but about what you are."

- Pope Gregory I -

TAX TIPS

Here are some year-end tax tips to consider:

- Consider pre-paying expenses that can generate a deduction for this year, such as medical bills, property taxes or your mortgage payment.
- Make a charitable donation.
- Make gifts sheltered by the annual gift tax exclusion before the end of the year and save on gift and estate taxes.
- Call Parm's & Company for year-end tax planning!

Congratulations
Parm's & Company on
successfully completing
our 9th Peer Review!

