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Green Trader Tax

How Traders Maximize Tax Benefits Q&A

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HOW TRADERS MAXIMIZE TAX BENEFITS Q&A



July 24, 2023, @ 12:00 pm ET
for 60 minutes
(Interactive Brokers)

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Description

- Join host Robert A. Green, CPA of GreenTraderTax.com.
- Panelists include Darren Neuschwander, CPA, and Adam Manning, CPA, Managing Members of Green, Neuschwander & Manning, LLC, a CPA firm focused on traders.
- We'll spend about 15 minutes on the below content and 45 minutes on Q&A.

Description

Active traders who qualify for trader tax status (TTS) are entitled to significant tax benefits:

- TTS traders can deduct from gross income business expenses of all stripes.
- They can elect mark-to-market accounting (Section 475 MTM) to avoid wash sale losses on securities and navigate around the \$3,000 capital loss limitation – tax loss insurance.
- If profitable, traders using section 475 can be eligible for a 20% deduction on qualified business income (QBI).

Description

- Traders can arrange health insurance and retirement plan deductions (employee benefits) using an S-Corp to pay officer compensation, which creates the necessary earned income component.
- In about 29 states, TTS pass-through entities can utilize the state and local tax (SALT) cap workaround solution to avoid the \$10,000 cap on SALT itemized deductions.
- Investors can't arrange any of the above tax breaks but enjoy long-term capital gains rates and lower 60/40 capital gains rates on futures (1256 contracts).

QUESTIONS AND ANSWERS

Contact us

- Thank you for attending this Webinar or watching the recording. Visit www.GreenTraderTax.com for additional information.
- Email us your questions at info@gnmtradertax.com.
- For [tax consultations](#), [tax compliance \(preparation\) services](#), and [trade accounting](#), consider [Green, Neuschwander & Manning, LLC](#).

