

## MAJOR 2024 INCOME TAX Key Topics

- **Residential Energy or Energy Efficiency Credits** have increased this year. If you made energy efficient improvements, be sure to include them. Unused credits can be carried forward to future tax years.
- **Clean Vehicle Electric Car Credits**-The new credit this year for qualifying EV auto purchases made in 2024 is \$7,500
- **Form 1099-K** the new 2024 threshold for K-1 issuance for sales made through merchant service hubs is \$5,000, 2500 is \$2,500 and reduced to \$600 in 2026.
- **Adopted a child**-If you adopted a child this year, even if the adoption did not go through, you may be entitled to an adoption credit on your tax return.
- **Student Loan Interest** may be deductible. Be sure to obtain your Form 1098 from the lender.
- **Long Term Care Premiums are deductible**
- **Health Savings Account contributions are deductible**
- **The threshold for Gifts requiring tax reporting are increased to \$18,000 to any one person.**
- **Foreign persons.** If you received or made gifts from foreign persons you may be subject to additional tax reporting on Form 3520. Failure to do so can result in hefty penalties.
- **Purchased Health Marketplace Insurance**-Obtain Form 1095-A is necessary
- **Business/medical/ mileage expenses** have increased for 2024 to 67 cents for business, decreased to 21 cents for medical and military. Charitable mileage remains at 14 cents for charitable mileage.
- **Worked-Lived outside the U.S.**-If you worked outside the U.S. you may be able to deduct or exclude up to \$126,500 or more of your income (including housing allowances)
- **Worked in a Designated Combat Zone** the U.S. Abode rules were repealed beginning 2017
- **If you were widowed during the year, and filed jointly, do so for the year.** If you had a qualifying child, you may be entitled to the two year MFJ rule