

TAX OPTIMIZATION REPORT

Document qualified research activities (software development, prototyping)

Calculate \$50,000 in qualified research expenses

File Form 6765 with tax return

SECTION HEADER: TAX OPTIMIZATION REQUIRED DOCUMENTATION BLOCK

STRATEGY HEADER: IMPLEMENTATION PROPORTIONAL DISBURSEMENT METRIC:

payroll expenses, supply materials, maintain an ongoing research and development process

Q1: File Form 2553 with **KEY ACTION:** 75 days of tax year start (March 15, 2023 for 2023 election)

Q2: Amend C-corp status via shareholder vote and document resolution

Q3: Amend bylaws to comply with S-corp single-class stock requirement

Q4: Implement owner salary at market rate (recommended \$100,000) **REQUIRED**

Q5: File S-corp election (Form 2553): Make 401(k) contributions

Q6: Claim R&D credit on 2023 return; Review asset utilization

Q7: Terminate C-corp status via shareholder vote and document resolution

Q8: Implement owner salary at market rate (recommended \$100,000) **REQUIRED**

Q9: Establish solo 401(k) plan by December 31, 2023

Q10: Allocate \$40,500 employer profit-sharing contribution

Q11: File Form 9500-EZ filing, discrimination testing

Q12: Allocate \$50,000 in qualified research expenses

Q13: File Form 6765 with tax return

Q14: Maintain contemporaneous project records

Q15: Disclose 100% business use for purchased assets

Q16: Implement Section 411 with tax return

Q17: File Form 4562 with tax return

Q18: Maintain asset logs and purchase documentation

Q19: Require proper documentation

Q20: Tax savings estimates assume 21% corporate tax rate and 37% individual rate where applicable

Q21: Actual results may vary based on specific circumstances

Q22: Annual savings target 30% of total revenue

Q23: Compliance with IRS regulations and alignment with business objectives

Q24: Required documentation: Invoices, payment records, depreciation schedule

Q25: DEADLINE: December 31, 2023

Q26: ONGOING

Q27: STRATEGY BLOCK: STRATEGY #4: R&D CREDIT OPTIMIZATION

Q28: METRIC: Complexity Level: Medium METRIC: Risk Level: Medium

Q29: METRIC: Risk Level: Medium

Q30: METRIC: Risk Level: Medium

Q31: METRIC: Risk Level: Medium

Q32: METRIC: Risk Level: Medium

Q33: METRIC: Risk Level: Medium

Q34: METRIC: Risk Level: Medium

Q35: METRIC: Risk Level: Medium

Q36: METRIC: Risk Level: Medium

