



Wolters Kluwer

New Final Sec. 199A Regs for the Qualified Business Income Deduction Course Instructions

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Instructions to Participants

To assist the participant with navigating the learning process through to successful completion, this course has been produced with the following elements:

Overview of Topics / Table of Contents: In this electronic format you'll find a slide menu on the left side of the screen. This serves as your overview of topics for the program. You may navigate to any topic by clicking on the slide name.

Definition of Key Terms / Glossary: You'll find key terms defined for this program in the course information on the following page(s).

Index / Key Word Search: You can find information quickly in the PDF materials (slide handout plus any additional handouts) by using the search function built into your Adobe Reader.

Review Questions: Questions that test your understanding of the material are placed throughout the course. You'll see explanatory feedback pop up for each incorrect answer, and reinforcement feedback for the correct answer for every review question.

Final Exam: The final exam measures if you have gained the knowledge, skills, or abilities outlined in the learning objectives. You may submit your final exam at the end of the course. Exams are graded instantly. A minimum score of 70% is required to receive the certificate of completion. **You have one year from date of purchase to complete the course.**

Course Evaluation: Once you have successfully passed your online exam, please complete our online course evaluation. Your feedback helps Wolters Kluwer maintain its high quality standards!

About This Course

This section provides information that is important for understanding the course, such as course level and prerequisites. Please consider this information when filling out your evaluation after completing the course.

Publication Date: February 2019

Course Description

Learn how to Prepare Your Clients for the Biggest Tax Break in 36 Years

Put on your seatbelt and hold on. The IRS just issued final regulations for one of the most talked-about areas of taxation. These new regulations may be used on 2018 returns; in the alternative, you may use the proposed regulations. Experienced instructor and practitioner Greg White, CPA, will do a “deep dive” into the new “20% passthrough deduction” including choice of regulations – which should you pick for the 2018 tax year? Proposed or final regulations.

The IRS simultaneously issued a new safe harbor for taking the QBID rental properties (Notice 2019-07); We’ll cover the new rental real estate safe harbor in depth. The focus will be on practical planning and focused on reducing your clients’ taxes.

Learning Objectives

Upon successful completion of this course, participants should be able to:

- Identify basic calculation of the qualifying income business deduction
- Recognize and apply safe harbor as it relates to rental real estate
- Differentiate between proposed 2018 regulations and the final regulations just issued for 2018 returns
- Identify what's included within QBI income
- Identify the QBI deductions for various filers
- Recognize and apply correct statements relating to aggregation
- Identify a topic area related to SSTBs where the regulations have only been proposed
- Describe which type of individual would likely be included in the SSTB classification, based on the final regulations
- Recognize which type of entity would result in all SSTB
- Differentiate court cases where the court found rental real estate was a business
- Identify an area where it gets "foggy" as it relates to rental real estate
- Identify an area where final regulations have been issued as it relates to QBID

NASBA Field of Study

Taxes. Some state boards may count credits under different categories—check with your state board for more information.

Course Level

Update. Program knowledge level that provides a general review of new developments. This level is for participants with a background in the subject area who desire to keep current.

Prerequisites

Basic understanding of federal income taxation concepts.

Advance Preparation

None.

Course Expiration

AICPA and NASBA Standards require all Self-Study courses to be completed and the final exam submitted within 1 year from the date of purchase as shown on your invoice. No extensions are allowed under AICPA/NASBA rules.

Key Terms

- **Net Operating Loss:** (NOL) A loss taken in a period where a company's allowable tax deductions are greater than its taxable income.
- **Qualified Business Income:** Ordinary, non-investment income of the business.
- **Qualified Business Income Deduct:** (QBID) Provides for a qualified business income deduction of up to 20% of qualified business income, applied at the individual level, and subject to certain limitations.
- **Reasonable Compensation:** Consistent with the normal compensation for such employee for the work performed or duties entailed.
- **Real Estate Investment Trust:** (REIT) A company that owns, operates or finances income-producing real estate.
- **S Corporation:** A closely held corporation (or, in some cases, a limited liability company (LLC) or a partnership) that makes a valid election to be taxed under Subchapter S of Chapter 1 of the Internal Revenue Code.