

TAX TIPS

by
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ACA and Your Taxes...

The Affordable Care Act is a big part of your taxes for 2014. You will need to indicate on your 1040 if you (**and your dependents**) had health insurance all year - or with less than a 3 month gap. Taxpayers with Medicare, Medicaid or employer health insurance all year are considered covered.

If your answer is NO, then you may have to pay a penalty computed on a new Form 8965. The penalty is based on your adjusted gross income and gets added to the tax you pay.

If your answer is YES and you bought your insurance through a health exchange, you will receive a Form 1095-A. This form will show when you were covered, who was covered and whether you got an advance credit to help you pay the premiums. With this form, you will have to reconcile your coverage, payments and advance payments on another new form 8962 to see if you are eligible for a credit or have to pay some of the credit received back to the IRS.

If you do not answer this question, your return will be rejected by the IRS. Truly not simple.

STRAUSS TAX SERVICE can correctly prepare your 2014 Federal and IL taxes and your ACA new forms. We will answer your many questions for 2014 and ahead for 2015 and save you money. We are located at **624 62nd Street, Downers Grove** and are open from **9 AM - 9 PM daily**.

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