FALL 2026 CLIENT NEWSLETTER

September 7, 2026

Hello!

Thank you for trusting our office with your tax and financial needs. As we prepare for the 2026 tax season, we'd like to share a few important updates, reminders, and helpful tips to make the tax preparation process as smooth as possible. Please take a few moments to review this newsletter and keep it for future reference as you gather information for the upcoming tax season.

2026 Tax Updates

The reporting threshold for **Form 1099s** has been updated from **$600 to $2,000** for all subcontractors. If you need 1099s prepared for the 2026 Tax Year please let us know and don't forget to collect Form W-9s for your vendors and contractors. We will be sending out an email to those this might apply to soon.

Retirement contribution limits usually change from year to year. You should review your retirement contributions with a financial advisor each year and consider maximizing eligible retirement contributions when appropriate to maximize tax savings.

The 2026 contribution limits are as follows:

Plan Type	Under 50 Years Old	Catch-Up (Ages 50–59, 64+)	Super Catch-Up (Ages 60–63)
401(k), 403(b), 457 (b)	$24,500	$8,000*	$11,250
Traditional & Roth IRA	$ 7,500	$1,100	—
SIMPLE IRA	$17,000	$4,000	$ 5,250

***New for 2026—401(k) catch-up contributions must be ROTH only if you are age 50 or older and your FICA-taxable wages earned from an employer the previous year exceeded $150,000.**

For eligible taxpayers, **charitable contributions**, may provide tax benefits. Depending on current tax laws and individual circumstances, taxpayers may be eligible to deduct up to **$1,000 (single) or $2,000 (married filing jointly)**. Keep records of all charitable donations and provide them with your tax documents. Contact us if you have questions about deductibility.

As we approach the year-end, it's time to gather the information (if you file an S-Corp business return) for your S-Corp Health W-2 reporting. Any health insurance premiums you personally paid for you and your family during the year must be included as an item on your W-2 to be tax deductible. If you are a current Payroll client, you will receive communication in the next few weeks with more information.

Canopy Portal

We continue to use the **Canopy Client Portal** to provide a secure and convenient way to communicate, exchange documents, and manage the tax return process. The portal is especially beneficial for clients who are unable to visit our office during regular business hours.

We understand that not everyone is comfortable using computers or has experience using online portals. To help make the transition easier, we are offering Canopy demonstrations and training sessions for clients who would like additional assistance. While use of the portal is not required, we highly recommend it for its convenience, security, and efficiency.

If you would like to schedule a training session, please contact **Mia Loveland at 440-510-1945**. Appointments will be available from September 18, 2026, through December 18, 2026. Please bring any device you plan to use with Canopy, such as a laptop, smartphone, or tablet, to your appointment. The Canopy mobile app is called "Canopy Client Portal" and can be identified by its white icon featuring a blue triangle.

Our goal is to make using Canopy as simple and convenient as possible, and we're here to help every step of the way.

Somnium Solution Inc.
Certified Public Accountants

Madison Office

82 W. Main St.

2026 Important Dates:

09/15	Business Tax Filing Deadline
10/15	Individual & C-Corp Filing Deadline
11/28	S-Corp Health Premiums due to payroll department
11/26	Offices Closed - Thanksgiving Day
11/27	Offices Closed
12/24	Offices Closed - Christmas Eve
12/25	Offices Closed - Christmas Day

Check out our website for monthly updates!

Website

If you have not visited our website recently, **somniumsolution.com**, we encourage you to take a look! Our website has been updated with new information and resources designed to help our clients stay informed and make the tax process easier.

SCAN ME

Tax Authority Notices & Tax Payments

If you receive a notice from the IRS, state, or local tax agency, forward it to our office as soon as possible, including all pages and any response deadlines. Do not wait for a second, third or fourth notice. Receiving a notice does not necessarily mean there is a serious problem, but prompt action gives us time to review the issue and determine the appropriate next steps.

To help avoid penalties, interest, and unnecessary complications, we encourage you to provide your tax information as early as possible. Last-minute submissions limit the time available for thorough review and preparation.

Please note that our office does not accept or issue tax payments on behalf of clients. You are responsible for making all federal, state, and local tax payments directly to the appropriate tax agency by the required deadlines. Payment instructions are included with your tax returns.

Estimated tax payment due dates are generally April 15, June 15, September 15, and January 15 of the following tax year.

The IRS is moving toward eliminating the use of paper checks for tax payments and refunds. At this time, checks are still accepted for payments and issued for refunds. However, processing times may be longer and can take up to 10 weeks. For faster refunds, please provide our office with your current bank account and routing information **before your return is filed** so we can include your direct deposit information with your return.

Tax Drop-of Process

Tax documents may be submitted to our Madison or Claridon offices in several convenient ways. **No appointment is required to drop off your tax information.**
You may:

- Drop off documents during regular business hours (9:00 a.m. to 5:00 p.m.).
- Mail your documents to either office.
- Use the after-hours door slot (Madison) or secure drop box (Claridon).
- Upload documents through the **Canopy Client Portal**. canopy

To help us process your return as efficiently as possible, please provide all **applicable tax documents and information** when submitting your materials. Complete submissions help prevent delays and reduce the need for follow-up requests.

Please also ensure we have your current:
1. Driver's license information
2. Bank account & routing number for direct deposit of refunds

Our typical turnaround time is **two to four weeks**. If additional information is needed, your tax preparer will contact you. You will be notified by phone, email, or through the Canopy Client Portal when your return is complete.

Please note that your tax return cannot be filed until:
1. Your invoice has been paid, and
2. We have received your signed **Form 8879**, which authorizes us to electronically file your return.

Engagement Letter Reminder
By signing our engagement letter, you are authorizing our office to prepare your tax return and indicating that you intend to provide your tax information for that tax year. This helps us plan staffing and maintain timely service for all clients.

If you do not intend to have our office prepare your return, please contact us before signing the engagement letter.

Tax Planning

Please contact our office if you experience a significant change in your:

Income	Business activity
Retirement contributions	Investments
Big Purchases / Sales	Change in business owners
Other financial circumstances	Other financial circumstances

Planning ahead can give us more time to review your situation and help you make informed tax decisions.

If you do not own a business please remember to review your paystubs from your employer, especially if you change jobs to ensure withholdings are as expected.

Claridon Office

12636 Mayfield Rd., Ste 9

QuickBooks

QuickBooks is encouraging users to transition from Desktop products to QuickBooks Online, and support for some Desktop versions is already limited. If you currently use QuickBooks Desktop, we recommend exploring your options now rather than waiting until an upgrade is required. Our office can help you evaluate your options, assist with the conversion process, and provide information about available discounts. Please contact us to discuss the best solution for your business.