

Accounting Basics

March 10, 2021 - 12:00pm

Find the Webinar Video and Notes [Here](#).

[Register Today For Our Next Webinar!](#)

Q & A with GenNext Chartered Professional Accountants

www.gennextaccountants.com

Asifa Baig (647) 638-2755

Asifa@gennextaccountants.com

2020 was an interesting year to say the least, how does the impact of the pandemic affect our taxes for entrepreneurs? What are some new aspects regarding our taxes in 2020 that we should know about as business owners?

- CEBR & CRB & EI
- Wage Subsidy
- Rent Subsidy
- CEBA Business Loans
- Other supports
- Work from home for employees
- Lock down support
- Digital Businesses
- Freelancing, Ecommerce
- Foreign currencies, Paypal, Stripe, CRMs
- UNCERTAINTY& OPPORTUNITY

What are some Do's and Don'ts for accounting or business management?

What are some new aspects regarding our taxes in 2020 that we should know about as business owners?

- Professional support: small businesses should get an accountant early and see them often throughout the year, not just at tax time
- Legislation- Complexity- Legal obligation
- Missing benefits and write-offs- shareholder loans
- Small Business Owners should have discipline with their online accounting software
- Bank feeds- completeness
- Amounts paid from personal accounts – due to shareholder- great reserve to offset taxes in profitable years
- Mixing personal & business
- Simple processes can save your tremendous amount of time

RELIEVE THE STRESS OF NOT BEING UP TO DATE by being organized, save those receipts!

Why is good reporting/accounting the foundation to any business

- Are your numbers right- legal obligation
- What are your numbers saying
- Do they support your legal obligations of compliance and reporting
- Do they support your strategic decisions
- Audit ready
- Financial Statements
- Balance Sheet- Everything you own and owe
- Income Statement- Everything you made
- Cash Flows Statement- What can you actually spend
- Chart of Accounts - Structure to support reporting
- Tax Return – Output of all of the above

“You need to pay yourself as a business owner”

- Integration of personal and business taxes
- Sole Proprietor
- Everything on your personal tax return –separate business income T2125
- Partnership
- Incorporation
- Lower taxes for CCPCs (Canadian Controlled Private Corporation)
- Accumulate more because of this and tax deferral and planning opportunities
- Salary vs. Dividends
- Owners taking CERB

BE TAX EFFICIENT