



ALLIANT ADVISORS

FIND DIRECTION



The Navigator

Important Markers To Guide Your Way

November 2006

Welcome to our November issue of The Navigator. Our firm combines expertise and experience to assure that each business and individual receives close and personal attention. We feel it is important to continually keep you informed by keeping you abreast of changing tax laws and financial trends as well as sharing our financial knowledge with you. We will answer all of your questions, as they impact both your tax and financial situations. We welcome you to contact us anytime.

If you do not wish to receive this information by email please respond to this message and we will remove you from the list. For more information about any aspect of our services, visit www.alliant-advisors.com or call your local office.

The Alliant Team

IRS to Offer Direct Refund Deposits in up to Three Accounts

The new split-deposit program will allow taxpayers to designate - *at the time they file* - and deposit their refunds with any U.S. financial institution as long as they provide valid routing and account numbers. Taxpayers will need to attach a new Form 8888 to their returns and will be able to choose to have their refunds deposited into one, two or three accounts such as checking, savings or a retirement account.

This new program will give taxpayers the ability to split or allocate their direct deposit refunds among multiple accounts. This will be available to all individual filers, whether they file Forms 1040, 1040A/EZ, 1040NR or any of the 1040 series forms. Those who would like their entire refund deposited directly into one account will not have to complete

Form 8888; they will continue to supply the required information directly on their tax return.

The IRS says that the exact details of the split-refund program, including a draft of Form 8888, are still being decided. The program will take effect in January 2007.

2007 Standard Mileage Rates

The IRS has issued the 2007 optional standard mileage rates used to calculate the deductible costs of operating an automobile for business, charitable, medical or moving purposes. Beginning January 1, 2007, the standard mileage rates for the use of a car (including vans, pickups or panel trucks) will be:

48.5 cents per mile for business miles driven

20 cents per mile driven for medical or moving expenses

14 cents per mile driven in service to a charitable organization.

