

# Business owner with multiple LLCs outsources accounting to save 260 hours of work per year



## Snapshot:

Mia owns multiple businesses but is not receiving strategic planning from her current accountant. She hires Centaur Digital Corp to fulfill her accounting and tax needs. Mia files her taxes on March 5th, a first without an extension, and saves 260 hours by outsourcing her bookkeeping.



## Challenges:

Mia's challenges are ensuring her taxes are filed on time, reducing the amount of time she spends doing bookkeeping, and optimizing her businesses' tax structures to make sure she is paying the least amount in taxes.



## Client:

**Side-Hustle LLC:** Owned 100% by Mia, taxed as Sole Proprietorship, no employees

**Sole-Prop LLC:** Owned 100% by Mia, taxed as Sole Proprietorship, 2 employees

**Real-Estate LLC:** Owned 50% by Mia, owns a long-term rental



## Problem:

Mia's current accountant's service has been slowly degrading and he is not providing strategic planning or helping with tax strategy. Mia feels she is not optimizing her tax savings or getting enough tax support throughout the year.



## Solution:

Hiring a new accountant can be daunting for many business owners, as it can be difficult to ascertain if someone will deliver on their promises. Mia was able to rely on verified customer reviews on Upwork to find Centaur Digital, which had all 5-star reviews. Initially, she hired them to only file last year's taxes.

Once this task was completed on time, Mia chose to hire Centaur Digital to solve her second and third challenges. She chose a package that included bookkeeping, tax planning, and tax preparation. Now, Mia can focus on her business not bookkeeping, have her tax questions answered whenever they arise, and have regular check-ins to ensure tax compliance.



## Process:

### 1. File Last Year's Taxes

- a. Answer simple tax questionnaires
- b. Upload tax documents to client portal
- c. Prepare business and personal taxes
- d. Review tax returns
- e. eFile tax returns

### 2. Outsource Bookkeeping

- a. Invite new accountant to QuickBooks Online (QBO)
- b. Upload bank and credit card statements
- c. Verify QBO is set up correctly
- d. Reconcile bank and credit card accounts

### 3. Optimize Tax Structure

- a. Deep dive discussion to determine optimal tax structures
- b. Elect to have Side-Hustle LLC taxed as S-Corp by filing Form 2553
- c. Elect to have Sole-Prop LLC taxed as S-Corp by filing Form 2553
- d. Real-Estate LLC left as partnership filing Form 1065 tax return

### 4. Set Up and Simplify Payroll

- a. Set up Gusto for Side-Hustle LLC and Sole-Prop LLC
- b. Add prior payroll information for Sole-Prop LLC
- c. Side-Hustle LLC Payroll Registrations
  - i. Register with Colorado Department of Revenue
  - ii. Register with Colorado Department of Labor and Employment
  - iii. Register for Colorado Paid Family and Medical Leave Insurance



## Results:

- Mia filed her taxes on March 5th
- Mia saves 5 hours of bookkeeping work a week, 260 hours a year
- Each quarter Mia knows how much she owes in tax
- Mia has an on-call CPA to answer her questions

If you find yourself in a similar situation, please contact us immediately so we can help you save thousands! Free initial consultation – a \$350 value – so you have nothing to lose.

## Disclosures:

- \*Names changed to protect identities.
- \*Numbers are averages of multiple similar clients.
- \*Tax strategies depend on facts and circumstances and do not apply to all businesses.