

You Will Not Want to Miss this Upcoming Webinar!

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The Tax Cuts and Jobs Act of 2017 and the resulting Section 199A provision have major implications for agricultural cooperatives. The tax rate changes impacts the optimal profit distribution choices for agricultural cooperatives. The Section 199A provisions creates possible benefits for the cooperative but also the possibility that producers can be disadvantaged by marketing through a cooperative. In short, tax reform has created the need to re-analyze financial choices.

Cooperative boards have a lot of possible choices in sharing profits, cash flow and tax deduction between the cooperative firm and the members. Members expect the cooperative leaders to make the best possible choice and one that maximizes their long-term benefit. The best choice is unique to each cooperative. The starting point at determining that best choice is to get the information to understand the issues.

On January 16, 2019 at 10:00 c.t. our academic research group along with NCFC, OACC and a large group of other co-sponsors is hosting a free webinar on The Impact of Tax Reform and Section 199A on Agricultural Cooperatives. I will be presenting my research results based on representative cooperative firms and representative members. An Iowa-based auditor will be discussing the key decisions for the board and another expert will report on how cooperatives across the U.S, are responding. This is a great opportunity to get a better understanding of the opportunities and pitfalls resulting from tax reform.

I hope your entire leadership team can join us!

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