

2025 Actions to Reduce Your 2024 Tax Bill: A Guide for Healthcare Professionals

Last-Minute Tax
Strategies for Busy
Healthcare Professionals
Who Missed Year-End
Planning



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Tax Planning Relief for Busy Healthcare Professionals

As a healthcare professional, December is one of your busiest months, and tax planning often takes a backseat. If you didn't get a chance to optimize your tax strategy before year-end, you're not alone—and you still have options.

Certain actions taken in 2025 can still reduce your 2024 tax liability, giving you relief and financial benefits.



THIS GUIDE WILL COVER

- 01** Last-minute tax-saving contributions that you can still make for 2024
- 02** Entity structure corrections & late elections to optimize taxes
- 03** Retirement plan contributions & cost segregation strategies that provide major tax deductions
- 04** Selecting or changing your accounting method to maximize savings

Even though 2024 has ended, strategic tax planning is still possible. Let's dive in.

2024

2025

Contributions You Can Still Make in 2025 for 2024 Tax Benefits

1. RETIREMENT PLAN CONTRIBUTIONS – BIG SAVINGS STILL AVAILABLE



Defined Benefit Plans: If you're a practice owner, you can still set up and fund a defined benefit plan before your tax filing deadline (including extensions) to claim deductions for 2024. These plans allow large tax-deductible contributions, sometimes in the six-figure range.



IRA Contributions: Traditional and Roth IRA contributions for 2024 can be made until April 15, 2025, giving you a retroactive way to reduce taxable income.

CASE STUDY

Dr. Patel, a dentist with a thriving practice, contributed \$200,000 to a defined benefit plan in early 2025, reducing his taxable income for 2024 by the same amount and saving at least \$80,000 in taxes.

2. HEALTH SAVINGS ACCOUNT (HSA) CONTRIBUTIONS



HSA contributions for 2024 can be made until April 15, 2025. If you have a high-deductible health plan (HDHP), this is an easy way to lower taxable income.

3. RETROACTIVE S CORPORATION ELECTION



If your practice is structured as an LLC or sole proprietorship, you may still be able to elect S-Corp status retroactively for 2024 (by filing Form 2553 late). This move can reduce self-employment taxes significantly.

Cost Segregation & Maximizing Depreciation Deductions

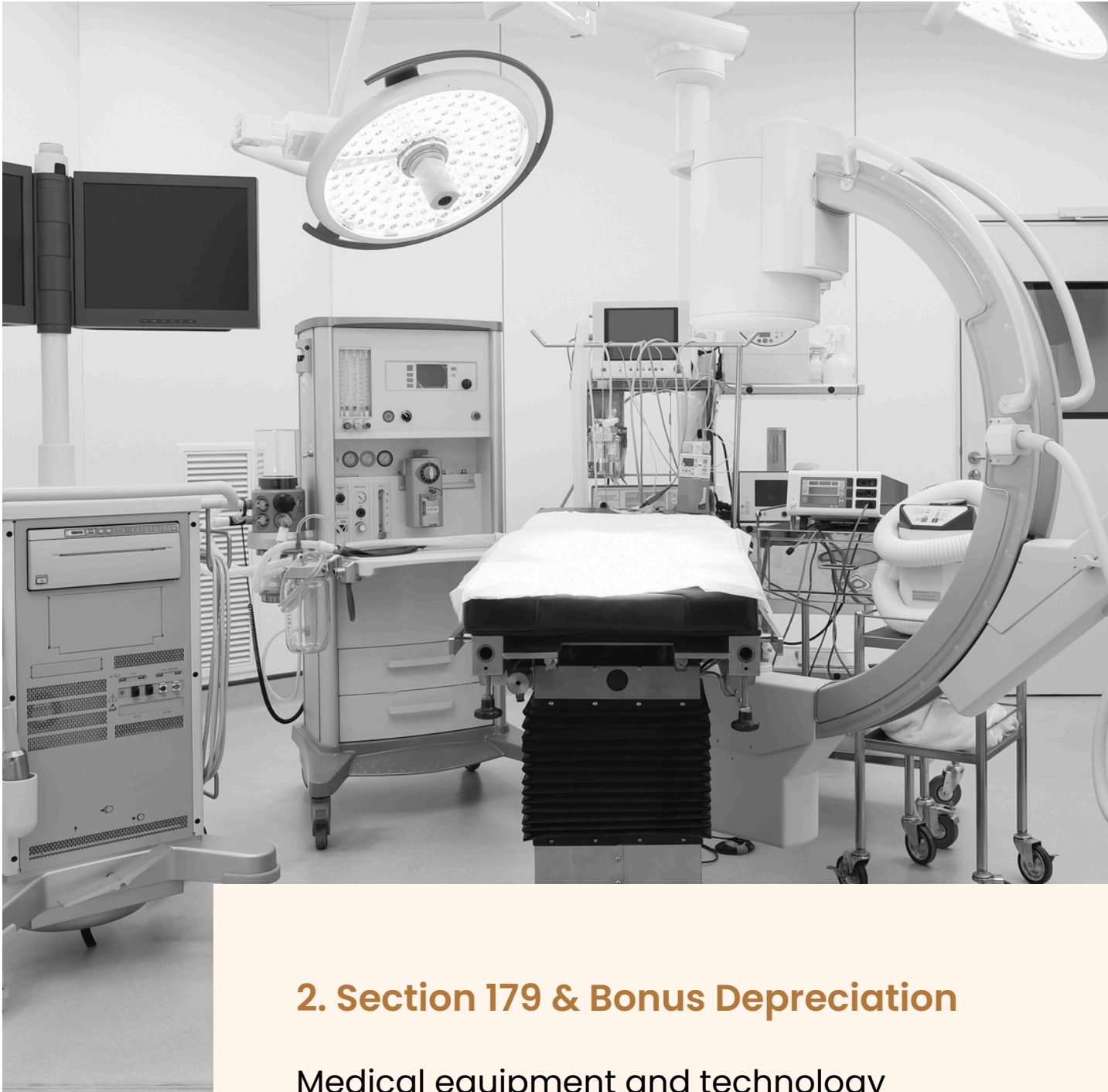


1. Cost Segregation Study – Unlocking Large Tax Savings for Medical Offices

If you purchased or renovated your medical or dental office in 2024, a cost segregation study can allow you to accelerate depreciation deductions and significantly lower your taxable income.

CASE STUDY

Dr. Nguyen, who bought a new dental office for \$1M, conducted a cost segregation study in early 2025. Instead of depreciating the building over 39 years, she was able to accelerate \$250,000 in deductions immediately, saving her \$87,500 in taxes for 2024.



2. Section 179 & Bonus Depreciation

Medical equipment and technology purchases from 2024 may qualify for 100% write-offs under Section 179 or bonus depreciation—even if financed.

Selecting the Right Accounting Method & Business Structure



1. Changing Your Accounting Method for Tax Efficiency

Many healthcare practices use the cash method of accounting, but depending on your revenue, switching to the accrual method may provide tax benefits. If your practice is growing, this change can help align expenses and income more efficiently.

Selecting the Right Accounting Method & Business Structure

2. Late Entity Elections for Tax Optimization



If your business structure isn't optimized for taxes, you may still be able to file late elections to make retroactive adjustments for 2024.

Converting from a sole proprietorship to an S-Corp can help reduce self-employment taxes, especially for high-income professionals.



Next Steps

Tax planning doesn't have to end on December 31. As a busy healthcare professional, you still have time to implement last-minute strategies that can lower your 2024 tax bill in 2025.



KEY TAKEAWAYS

Retirement plan contributions (like defined benefit plans) can create six-figure deductions—even in 2025.

A cost segregation study on your medical office can unlock immediate tax savings.



Filing a late S-Corp election could reduce self-employment taxes.

Switching to the right accounting method can optimize tax efficiency.

Let's Optimize Your Tax Strategy

As a CPA specializing in healthcare tax strategies, I help doctors and dentists implement proactive financial planning to minimize taxes and maximize wealth. If you're looking to reduce your 2024 tax bill while you still can, let's talk.

[Schedule a consultation today](#)

