



An IRS Perspective

Navigating Return Filing and Audit Processes
The University of Alabama
Federal Tax Clinic
November 14-15, 2018

Myers Consulting Group, LLC



Objectives

Gain an inside perspective on

- Pre-Filing
- Audit Risks
- Examinations
- Appeals / Litigation

Prefiling

- Software Providers
 - Basis for most programming
 - Forms
 - Publications

Prefiling

- Projects to Assist in Efficiency
 - Modified Schedule E & Form 8825
 - Instruction change to Form 8582
- Activity Based Reporting
- Single Member LLC's EIN

Audit Risk

- Information Return Matching
 - Forms K-1
 - Forms 1099
 - Forms 1098
 - IRC 199A – W-2's



Audit Risk

- Amended Return
- CAT A (Category A)
 - Passive Activity Loss
 - Net Investment Income Tax
 - Tax Credits

Audit Risk

- Amended Return (cont.)
 - Net Operating Loss Carrybacks
 - NOLs 2nd Bite at the Apple
 - Late Aggregation Election under RP 2010-34
 - Net Investment Income Tax



Exam Selection

- DIF Scoring
- Classification
 - CORR
 - Office
 - Field



Exam Process

- CORR (Campus)
 - Staffing Profile
 - Scope
 - Strategy



Exam Process

- Office (SB/SE)
 - Staffing Profile
 - Scope
 - Strategy



Exam Process

- Field (SB/SE)
 - Staffing Profile
 - Scope
 - Strategy



Exam Process

- Field (LB&I)
 - Staffing Profile
 - Scope
 - Strategy

Exam Process

- Specialist Support
 - Entity
 - Issue
 - Case Counsel

Exam Process

- Location, Location, Location
 - Face-to-Face vs. Remote City
- Interview with the taxpayer or not?
- Managerial Engagement
- Just Issue the Report

Exam Process

- Referral to Criminal Investigation Division (CID)
 - Civil vs. Criminal
 - Badges and Bulges
 - Counsel
 - Kovel



Appeals Process

- Appeals
 - Staffing Profile
 - Scope
 - Strategy



Appeal Process

- Face-to-Face vs. Remote
- Educate Appeals
- Straight to SNOD



Litigation Process

- Staffing Profile
- Resources
- Workload



Summary

- Pre Filing Considerations
- Software Providers and their challenges
- Audit Risks for Information Returns and Amending
- Examination Processes and Procedures
- Appeals & Litigation Procedures

Questions

Contact Information

Kelly H. Myers, MBA, EA

Kellymyersconsulting@gmail.com

(256) 539-3456 cell/text

Connect on LinkedIn