

IRS AUDITS FOR PRIVATE FOUNDATIONS

UT Law: Nonprofit
Organizations Fundamentals
Workshop

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1

Agenda

Intro

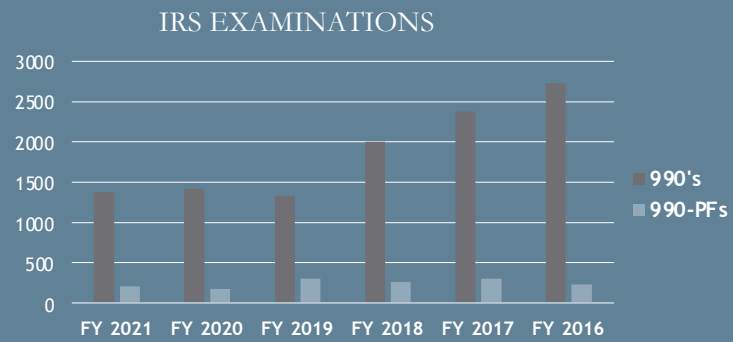
Types of IRS Contact

Audit Outcomes

Practical Guidance

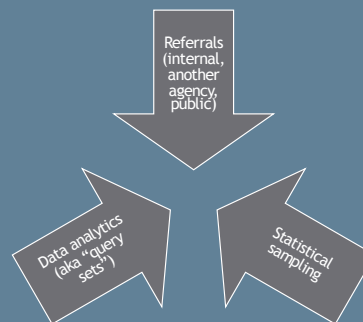
2

Intro – Historic Activity



3

Intro – Audit Initiation



4

Intro – Areas of Focus

- Worker classification
- Retirement plans
- Form 990-N filers
- 4960 Excess Compensation
- Hospitals and UBI
- 501(c)(7) organizations and non-member income
- Private benefit and private inurement
- 4947 non-exempt charitable trusts
- Organizations converted to 501(c)(3) status
- Management company compensation

<https://www.irs.gov/government-entities/tax-exempt-government-entities-compliance-program-and-priorities>

5

Types of IRS Contact

“Soft Letters” provide notification of changes in law or compliance issues, mainly for education



6

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