



Larry K. Anderson, P.C.
Certified Public Accountant

Agreement for preparation of 2017 Returns for Tax Exempt Organizations

This letter is to confirm and specify the terms of our engagement for the year ended December 31, 2017 and to clarify the nature and extent of the services we will provide. Also, by sending you this engagement letter we have assumed that you are the person responsible for the tax matters of the organization. If this is not a correct assumption, please furnish us with the name of the individual with whom this work should be coordinated.

Our engagement will be designed to perform the following services:

1. Prepare the federal and state income tax returns with supporting schedules from information you will provide to us.
2. Perform the bookkeeping necessary for the preparation of the income tax returns.

Our work in connection with the preparation of your income tax returns does not include any procedures designed to discover defalcations or other irregularities, should any exist.

We will use our judgment in resolving questions where the tax law is unclear, or where there may be conflicts between the taxing authorities' interpretations of the law and other supportable positions. Unless otherwise instructed by you, we will resolve such questions in your favor wherever possible.

The law provides various penalties that may be imposed when taxpayers understate their tax liability. If you would like information on the amount or circumstances of these penalties, please contact us.

Management is responsible for the proper recording of transactions in the books of accounts, for the safeguarding of assets, and for the substantial accuracy of the financial records. You have the final responsibility for the income tax returns and, therefore, you should review them carefully before you sign and file them.

Your returns may be selected for review by the taxing authorities. Any proposed adjustments by the examining agent are subject to certain rights of appeal. In the event of such government tax examination, we will be available upon request to represent you and will render additional invoices for the time and expenses incurred.

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Our fee for these services will be based upon the amount of time required at our standard billing rates, plus out-of-pocket expenses, subject to a minimum fee of \$715 for Form 990-EZ and \$1,025 for Form 990. All invoices are due and payable upon presentation. A late charge of 1.5 % per month will be assessed on all past due amounts.

If the foregoing fairly sets forth your understanding, please sign the enclosed copy of this letter in the space indicated and return it to our office. However, if there are any additional returns you expect us to prepare, please note this at the end of the returned copy of this letter, just below your signature.

We want to express our appreciation for this opportunity to work with you.

Sincerely,

Larry K. Anderson, CPA

Accepted By:

Organization Name _____
Your signature _____
Date _____
Your name (print) _____
Your title _____



Larry K. Anderson, P.C.
Certified Public Accountant

2017 Organizer for Exempt Organizations

Organization Name _____ Tax Period _____
 Address _____ Federal ID # _____
 _____ State ID # _____
 Registration # _____ Exempt Under § 501(c) _____

Provide a general ledger, trial balance, depreciation schedules, balance sheet, and statement of receipts and expenses as of year-end. For § 501(c)(3) and (c)(4) organizations and § 4947(a)(1) trusts, categorize expenses as to program services, management/general, and fund raising. In addition, the following information will be needed:

	<u>DONE</u>	<u>N/A</u>
1. Provide information about any activities new to the organization, which require IRS notification.	_____	_____
2. Provide copies of any changes to the governing documents or information related to a change in organization structure.	_____	_____
3. Provide a list of names and percentage owned of any related organizations and indicate whether they are exempt.	_____	_____
4. List the states with which a copy of this return is to be filed.	_____	_____
5. Provide a list of employee benefit plans for which the organization requires assistance in filing Form 5500.	_____	_____
6. Provide copies of any change notices received from any taxing authority.	_____	_____
7. Provide a schedule of "in-kind" contributions and indicate whether they are included in income.	_____	_____
8. Indicate if you have provided written acknowledgement to donors of individual contributions of \$250 or more.	_____	_____
9. Indicate if you have provided proper contemporaneous acknowledgement for donations of automobiles, boats, and airplanes.	_____	_____
10. Indicate if you have provided information on the amount of the deductible donation to donors of <i>quid pro quo</i> donations in excess of \$75.	_____	_____
11. Disclose taxes paid during the year for the following:		
a) excess expenditures to influence legislation.	_____	_____
b) disqualifying lobbying expenditures.	_____	_____
c) political expenditures.	_____	_____
d) excess benefit transactions.	_____	_____
12. For each area of program service revenue, provide an explanation of how the activity contributes to the organization's exempt purpose.	_____	_____
13. Attach information related to the income and expenses from unrelated business income.	_____	_____
14. Provide a list of investments at year-end including cost and market value of each item.	_____	_____
15. Provide copies of all K-1s received.	_____	_____
16. Provide copies of all royalty agreements.	_____	_____
17. Provide a schedule of donors who gave property with a value of at least \$5,000.	_____	_____
18. Provide a schedule of the three largest fund raising events, describe the event and indicate the amount raised. (Attach a copy of fundraising materials.)	_____	_____

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Organizations (Page 2)

		<u>DONE</u>	<u>N/A</u>
19.	Prepare a statement describing the services provided under the four largest program services offered by the organization.	_____	_____
20.	How many employees were on the payroll as of March 12th?	_____	_____
21.	Provide a schedule of wages/compensation, deferred compensation and expense account payments for all officers, directors, trustees, key employees and advisors. Include a schedule of time devoted to fundraising, management, exempt purpose and average hours worked per week.	_____	_____
22.	Provide a list of names and addresses of employees (other than officers) who received compensation in excess of \$50,000.	_____	_____
23.	Provide a list of officers, directors or key employees who received \$10,000 or more in compensation from a related entity.	_____	_____
24.	Provide a list of names, addresses, and services provided by individuals/entities providing professional services to the organization at fees in excess of \$50,000.	_____	_____
25.	Provide information including amounts expended regarding legislative, lobbying or political activities during the year.	_____	_____
26.	Provide details regarding all transactions with a trustee, director, principal officer, or creator of the organization.	_____	_____
27.	Provide the amount of initiation fees and capital contributions for § 501(c)(7) organizations.	_____	_____
28.	Provide amount of nonmember income for § 501(c)(7).	_____	_____
29.	Attach a detailed computation of the 85% qualification test for § 501(c)(12) organizations.	_____	_____
30.	For public interest law firms—attach a list of cases litigated during the year and describe the benefit to the general public.	_____	_____
31.	How many additional copies of the return are needed? _____		
32.	Indicate if you have three years returns and the exemption application available for public inspection.		
33.	Additional information:	_____	_____

Tax Year	_____	Taxpayer's Name	_____
Date	_____	Taxpayer's Signature	_____
Date	_____	Preparer's Signature	_____