



The Accountant

Official Publication

of the North Carolina Society of Accountants

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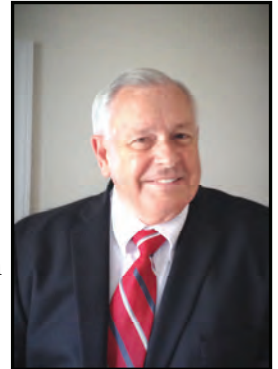
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October 2016



A Message From The President

James L. Holmes



James L. Holmes

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PTI Brochure

September has come to a close. Hopefully all of the S-Corps got done on time, and all of the taxpayers that have gotten an extension have gotten all of their information in so that their returns can be completed by October 17th. I know we all try to get done all we can by the dead line, but some of our clients seem to think they are the only client we have and are always pushing the deadline by getting information to us at the last minute. I think sometimes when the same clients are always expecting too much from us we need to fire them. With that being said let's move on to something else.

The fall accounting seminar is behind us now. It was a great success with John Ayers, CPA, giving an informational and entertaining update on accounting policies. John is a fine gracious "southern gentleman" with the ability to educate and entertain at the same time. The NC Society of Accountants is fortunate to have John as a friend. He has graciously given his fee for the seminar to the Scholarship Foundation. Thank you John. And thank you Yvette Horn and Florence and Michael Black for putting on such a good seminar.

On October 21st we will be having our Practitioners' Tax Forum at the Holiday Inn Airport in Greensboro. This is a meeting that the attendees get to interact with the IRS, NC Department of Revenue, and the NC Department of Commerce Division of Employment Security. Peggy Bartsch along with Candace Cansler and Eugenia Tabon of the IRS are putting this forum together. Seats are going fast so sign up now as the seating is limited.

Coming in November we have the PTI Tax Conferences in Greensboro, Charlotte, and Myrtle Beach. I am sure Paul, Randy, Richard and Steve have a lot of good information to dispense to us, so sign up now.

After that we have the NC State Income Tax Schools also with a lot of information. There is plenty of CPE to go around, just be sure to get it.

Before you know it we will be renewing our PTINS.

New after October 24th all of us that use e-services will have to update our accounts with a more secure process that will require us receiving a code from the IRS on a cell phone that is registered in our name. If you don't have a cell registered in your name the code will be mailed and that can take 5 to 10 days. We will also have to include some financial information so be prepared.

Good luck on getting all of your extensions done, and I hope to see you all soon.



Recycled Materials Sales Tax

A notice from the Sales and Use Tax Division of the NC DOR states that effective October 1 there is an exemption from sales and use tax for the sale at retail or the storage, use, or consumption of products made of more than 75% by weight of recycled materials when the products are sold for use in an accepted wastewater dispersal system.

An accepted wastewater dispersal system is any subsurface wastewater dispersal system, other than a conventional wastewater system, that:

- i. Previously has been approved as an innovative wastewater dispersal system by the Department of Health and Human Services;
- ii. Has been in general use as an innovative wastewater dispersal system for more than 5 years; and
- iii. Has been approved by the Commission for Public Health for general use or use in once or more specific applications.

An accepted wastewater dispersal system may be approved for use in applications for which a conventional wastewater system is unsuitable. The Commission for Public Health may impose any design, operation, maintenance, monitoring, and management requirements on the use of an accepted dispersal system that it determines to be appropriate.

Recyclable materials are those materials which are capable of being recycled and otherwise which would be processed or disposed of as solid waste.

The purchaser of qualifying products should provide the seller with a properly completed Form E595E, *Streamlined Sales and Use Tax Agreement Certificate of Exemption*, as the seller's authority to exempt the transaction from sales or use tax.

Private Debt Collection

In IR-2016-125, the IRS announced it plans to begin private collection of certain overdue federal tax debts next spring and has selected four contractors to implement the program. The contractors that can collect on the government's behalf are CBE Group of Cedar Falls, IA; Conserve of Fairport, NY; Performant of Livermore, CA; and Pioneer of Horseheads, NY.

They will work on accounts where taxpayers owe money but the IRS no longer is actively working on their accounts. The IRS will give each taxpayer and their representative written notice that their account is being transferred to a private collection agency. The agency then will send a second letter to the taxpayer and their representative confirming the transfer.

Employees of these collection agencies must follow the provisions of the *Fair Debt Collection Practices Act*. Private collection agencies will *not* ask for payment on a prepaid debit card.

Bronze Level Coverage

Rev. Proc. 2016-43 provides the monthly national average premium for qualified health plans that have a bronze level of coverage and are offered through Exchanges for taxpayers to use in determining their maximum individual shared responsibility payment.

In general, a taxpayer is liable for any individual who is a dependent. The average premium for qualified health plans that have a bronze level of coverage and are offered through Exchanges is \$223 per individual. The shared responsibility for a family with five or more members is \$1,115.

This revenue procedure is effective for taxable years ending after December 31, 2015.

Get your 2017 PTIN before Dec. 31

Return Preparer Office

Preparer Tax Identification Number (PTIN) renewal season starts October 17. All PTINs expire on December 31 and must be renewed annually. You must have a valid PTIN if you plan to prepare any federal tax returns for compensation or you are an enrolled agent.

The renewal fee is \$50. Get started at www.IRS.gov/ptin.

If you can't remember your User ID or password, use the "Forgot User ID" or "Forgot Password" links on the PTIN system login page. You will be asked to enter the email address associated with your account and the answer to your secret question.

NCSA Schedule of Events

2016

October 21–**Practitioners' Forum**,
Airport Holiday Inn, Greensboro, 9 am

November 15-16–**PTI**,
Sheraton Four Seasons, Greensboro

November 15–**Board of Directors**,
Sheraton Four Seasons, Greensboro, 6 pm

November 16-17–**PTI**,
Double Tree Airport, Charlotte

November 17-18–**PTI**,
Ocean Reef, Myrtle Beach, SC

November 28-29–**NCSU Advanced & Intermediate**,
Double Tree, Fayetteville, 8:30 am-4:45 pm

November 28-29–**NCSU Intermediate**,
Four Points, Asheville, 8:30 am-4:45 pm

November 30-December 1–**NCSU Advanced & Intermediate**,
Cabarrus Arena, Charlotte, 8:30 am-4:45 pm

November 30-December 1–**NCSU Intermediate**,
Village Inn, Winston-Salem, 8:30 am-4:45 pm

December 5-6–**NCSU Advanced & Intermediate**,
Greensboro Marriot, Greensboro, 8:30am-4:45 pm

December 5-6–**NCSU Intermediate**,
Holiday Inn, Greenville, 8:30 am-4:45 pm

December 7-8–**NCSU Advanced & Intermediate**,
McKimmon Center, 8:30 am-4:45 pm

December 7-8–**NCSU Intermediate**,
Holiday Inn, Wrightsville Beach, 8:30 am-4:45 pm

2017

June 22-23–**Convention**,
Grandover, Greensboro

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Fees/Hotel Info

Registration Fees Include: Participation in all educational sessions, continental breakfast, attendance at all lectures and educational sessions, written material and refreshment breaks. We encourage early registration to ensure an adequate supply of seats and books. We reserve the right to close enrollment when the facilities are filled. Don't be left out! **(Lunch not included.)**

All registrations should be mailed to Manhattan, Kansas.

The fees are:	\$360 by	\$400 after
[1] Greensboro	11/1	11/1
[2] Charlotte	11/2	11/2
[3] Myrtle Beach	11/3	11/3

These conferences will be held on

- [1]** Tuesday & Wednesday, Nov. 15th & 16th at the Sheraton Greensboro at Four Seasons, 3121 West Gate City Blvd., Greensboro, NC 27407-4615. Phone (336) 292-9161. Rates: \$136.00 + tax **Room Rate Cut-off Date: Oct. 15.** Reference "PTI" when making room reservations
- [2]** Wednesday & Thursday, Nov. 16th & 17th at the Doubletree Hotel Charlotte Airport, 2600 Yorkmont Road, Charlotte, NC 28208. Phone (800) 222-8733. Rates: \$135.00 + tax. **Room Rate Cut-off Date: Nov. 1.** Reference "PTI" when making room reservations.
- [3]** Thursday & Friday, Nov. 17th & 18th at the Ocean Reef, 7100 N Ocean Boulevard, Myrtle Beach, SC 29572. Phone (855) 542-0048. Rates: \$60.00-\$75.00 + tax. **Room Rate Cut-off Date: Oct. 17.** Reference "PTI" when making room reservations

Who May Enroll: Enrollment is open to all CPAs, EAs, attorneys, accountants, CLUs and trust officers, regardless of years in practice or experience level.

CPE Credits



Professional Tax Institute, Inc. is registered with the National Association of State Boards of Accountancy as a sponsor of continuing professional education on the National Registry of CPE Sponsors. State boards of accountancy have final authority on the acceptance of individual courses. Complaints regarding sponsors may be addressed to NASBA, 150 Fourth Avenue North, Suite 700, Nashville, TN 37219-2417. www.nasba.org

PTI has entered into an agreement with the Office of Director of Practice, Internal Revenue Service (**Sponsor No 82**), to meet the requirements of 31 Code of Federal Regulations, section 10.6(g), covering maintenance of attendance records, retention of program outlines, qualifications of instructors and length of class hours. This agreement does not constitute an endorsement by the Director of Practice as to the quality of the program or its contribution to the professional competence of the enrolled individual.

Professional Tax Institutes, Inc. has also entered into agreements as a CPE sponsor with the Accreditation Council for Accountancy and Taxation, and the International Board of Standards and Practices for Certified Financial Planners, Inc. PTI is registered as a CPE sponsor with the state boards of New Jersey, New York, and Texas. With 800 educational minutes over the conference period, the Tax Institute is recommended for 16 (CPE) credit hours in taxation. Your state board of accountancy has the final authority on the acceptance of individual courses.

CFP® and Certified Financial Planner® are federally registered service marks of the Certified Financial Planner Board of Standards, Inc., (**Sponsor No 469**)

2016 Topics

- **New Developments**
Bipartisan Budget Act
ACA Update
- **Individual Taxpayer Issues**
Innocent / Injured Spouses
AMT
- **IRS Update**
Identity Theft / Compromise
Withholding Agent Responsibility
- **S Corp Shareholder Issues**
Shareholder Expenses
The Three Loss Limitations
- **Retirement**
Multiple Retirement Plans
Social Security Planning
- **Amended Returns**
Reasons to Amend
How to Amend
- **Trust (Intermediate)**
Completed Forms and Examples
- **S Corporation (Entity)**
Health Insurance and Benefits (ACA) to W-2
Passive Investment Tax
Step-Up Basis to Heirs
- **Small Business Issues**
Accountable Plans
Repairs vs Capitalization Update
- **Wealth Accumulation and Preservation**
Planning: High Income as Special Event
Disposition of Passive Activities
- **AND much more ...**

PRACTITIONER to PRACTITIONER

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North Carolina Society of Accountants, Inc.
www.ncsainc.org



GREENSBORO, NC
Nov. 15 & 16, 2016
Sheraton Greensboro at Four Seasons

CHARLOTTE, NC
Nov. 16 & 17, 2016
Doubletree Hotel Charlotte Airport

MYRTLE BEACH, SC
Nov. 17 & 18, 2016
Ocean Reef Resort

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Tax Conferences
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PRACTITIONER TO PRACTITIONER



FROM COAST TO COAST

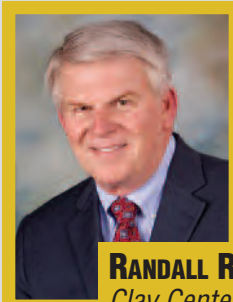
PTI is an
IRS approved
CPE
provider

REGISTER TODAY!

Meet the PTI Team

MEET THE PTI SPEAKERS

PTI Conference speakers present our diverse subject matter in an informative, entertaining manner. If you are tired of presenters that merely read out of the book, then give PTI a try. With a combined 157 years of tax practice experience, we truly understand practitioners' needs when it comes to continuing education.



RANDALL R. CARLSON, EA
Clay Center, KS



RICHARD A. MINOT, CPA
Tustin, CA



STEPHEN F. VALENTINE, EA
Orlando, FL



PAUL C. BUMGARNER, EA
Charlotte, NC

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Professional Tax Institutes, Inc

Time Schedule

Period	Time		CPE Min.	Break Min.
Day One				
	7:00	8:00	Registration & Coffee	
#1	8:00	9:40	Randal R. Carlson	100
	9:40	9:50	Break	10
#2	9:50	11:30	Dick A. Minot	100
	11:30	12:30	Lunch on Own	60
#3	12:30	2:10	Randall R. Carlson	100
	2:10	2:20	Break	
#4	2:20	4:00	Dick A. Minot	100
	4:00		Conclusion - 1st day	80
Day Two				
	7:00	8:00	Registration & Coffee	
#1	8:00	9:40	Stephen F. Valentine	100
	9:40	9:50	Break	10
#2	9:50	11:30	Paul C. Bumgarner	100
	11:30	12:30	Lunch on Own	60
#3	12:30	2:10	Stephen F. Valentine	100
	2:10	2:20	Break	
#4	2:20	4:00	Paul C. Bumgarner	100
	4:00		Conclusion - 2nd day	80
Total Conference			800	160

For the consideration of others, please turn all cellular phones to off or set to vibrate, and no recording of any type is allowed during the presentation.

Register Today!



By Phone

Call us today at:
1-800-771-1784 or (785) 537-1121



By Mail

Mail the completed form to:
Professional Tax Institutes, Inc.
P.O. Box 728
Manhattan, KS 66505-0728



By FAX

FAX the completed form to:
1-785-539-4609

Or Via the Internet

Access our Website at: www.ptitax.com

INFORMATION FOR REGISTRANTS

Cancellations 30 days or more in advance will receive a refund of 75%. Cancellations 10 – 30 days prior to the conference will receive a refund of 50%. Cancellations less than 10 days prior to the conference will receive a refund of 25%.

The content of the 1040 continuing education conferences include both tax law update and accounting issues. The conferences are prepared as an update to improve taxation skills for attendees with intermediate to advanced technical knowledge. The teaching method used in the course is the "group-live" format. Prerequisites for the two day 16 CPE credit hour course are a basic working knowledge in the areas of taxation and accounting.

38th Annual Conference

PTI CONFERENCE REGISTRATION



Phone: Call us today at:
800.771.1784
or 785.537.1121
Fax: FAX the completed registration form to: 785.539.4609



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CONTINUING EDUCATION
PROVIDER

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Has your mailing address changed in the last year? Yes No

Full Name: _____
Firm Name: _____
Mailing Address: _____
City: _____ State/Province: _____ Zip/Postal Code: _____
Telephone: () _____ Fax: () _____
Email: _____
ADDITIONAL ATTENDEES: _____

Please register me/us for the Conference in:

Location: _____
Number of registrations: _____ @ Fee of: \$ _____ each = \$ _____

Less **Early Bird Discount of \$15** each (received and paid from July 1st - August 15th)

Number of registrations: _____ @ (\$15) = _____

Less **Four or More Discount:** Four or more people attending from any one firm will qualify for a reduction in registration of **\$15.00 each**.

Number of registrations: _____ @ (\$20) = _____

GRAND TOTAL = \$ _____

Preferred method of payment:

Check enclosed to cover the full fee
Make checks payable to: PTI, Inc.

Mail to: Professional Tax Institutes, Inc.
P.O. Box 728
Manhattan, KS 66505-0728

Charge to: VISA Mastercard American Express Discover **CVV:** _____

Account Number _____ exp _____

Cardholder (print): _____

Authorized Signature: _____

Serving Tax Professionals for 38 Years.

ATTENTION: For more information regarding administrative policies such as complaints and refunds, please contact our office at 800.771.1784.