

Audit Protection

2020

FOR BUSINESSES



Questions? Call our office at 888.556.0123

To alleviate the cost burden of federal and state income tax audits, notices and correspondence, Honkamp Krueger offers you its

2020 Audit Protection Plan for Businesses

Honkamp Krueger & Co., P.C. (HK) continues to see an increasing number of federal and state audits and tax notices issued to businesses and taxpayers. Based on recent statements from IRS officials, "the IRS is planning a 50% ramp-up in small-biz audits in 2021" and "more audits will focus on wealthy individuals." It is our experience that many of these notices are partially or completely incorrect; however, they need to be handled correctly, as do audits. We ask that you submit all tax notices to us for review, no matter how minimal the dollar amount, so we can verify the accuracy of the notice and prepare a proper response.

In response to these notices and audits, HK offers our Audit Protection Plan. **The majority of our clients elect to enroll in our Audit Protection Plan for peace of mind that there will be no additional charge for our services in responding to these tax notices and audits. You will have the opportunity to enroll when you receive your income tax preparation invoice. You do not need to take any action now.**

HOW IT WORKS

SIGN UP FOR AUDIT PROTECTION PLAN



Your income tax preparation invoice includes a separate line item charge for the 2020 Audit Protection Plan for Businesses. It is shown as an optional charge. When you include the amount with your remittance, you are automatically enrolled in the plan. Your payment constitutes a binding agreement for this service.

If you do not wish to take advantage of this plan, simply ignore the optional billing on your invoice. If you are on the direct debit payment method, call our corporate office at 888-556-0123 to remove the charge.

The deadline for enrolling in this plan is 90 days from the invoice date for your tax preparation services. See your invoice for the Audit Protection Plan pricing.

IF YOU ARE AUDITED



For the fee, HK will handle all correspondence to resolve letters of inquiry relating to your 2020 federal and state corporate or partnership income tax returns on your behalf at **no additional charge**.

If your 2020 federal or state income tax returns should be audited, HK will represent you up to and including any appeals or protests needed to be filed with the IRS or the State Departments of Revenue at **no additional charge**.

Whenever you receive an audit notice or letter of inquiry from the federal or state government relating to your 2020 income tax returns, simply send it to HK and authorize us to represent you.

WHAT THE PLAN COVERS



The Audit Protection Plan for Businesses includes IRS Form 1120, 1120S, 1065 and associated state income tax returns. The fee provides coverage for up to three states. Taxpayers filing tax returns in more than three states will be offered additional coverage at \$200 per state and must pay the base fee and additional state(s) fee to be enrolled in the program.

In addition to the peace of mind this program offers, our Audit Protection Plan could save you a substantial amount of money in terms of service fees. Service fees for an audit representation can generally average \$6,500.



Please note: You are, of course, responsible for maintaining adequate records and making them available to us so that we can properly represent you before the taxing authorities. Similarly, you are liable for any additional taxes, penalties or interest that may eventually be assessed. This Audit Protection Plan applies only to corporate and partnership income tax returns for 2020 and does not cover individual, payroll or other tax returns. We reserve the right to offer this Audit Protection Plan on a case-by-case basis.

HONKAMP KRUEGER & CO., P.C.

CPAs & Business Consultants