

400 Colleges and Universities Will Be Audited By the IRS This Year

By Steven R. Gerlach | March 11, 2010

A survey of schools conducted a couple years ago has caused IRS to suspect that many colleges are not paying taxes on income generated from activities that are unrelated to their tax-exempt purpose. As a result, unrelated business income, earned from sources such as gym memberships and stadium advertising, will be a major focus of the examinations. Executive compensation will also be under review. To ensure compliance, colleges and universities should be auditing their executive compensation and income, which our office can assist you in doing. If you need help or have any questions, please contact Steve Gerlach at (207) 774-1200.