

Internal Revenue Service Small Business/Self-Employed Taxpayer Education and Communication

IRS Stakeholder Headliners ...and more

Special Edition

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This e-mail is being sent to you for distribution to your organization's members. If you need further assistance please contact your local Taxpayer Education and Communication (TEC) office. The number is available in IRS Publication 3698A <u>"Small Business/Self-Employed</u> Taxpayer Education and Communication at a Glance."

NEW FOCUS FOR IRS AUDIT RESOURCES

WASHINGTON -- The Internal Revenue Service is realigning its audit resources to focus on key areas of non-compliance with the tax laws. The strategy represents a new direction for the agency's compliance effort.

Following months of research and planning, the new approach will focus on high-risk areas of noncompliance. The IRS effort will generally focus first on promoters and then on participants in these various schemes. The initiative will feature new and enhanced efforts on several priority areas, including:

- Offshore credit card users.
- High-risk, high-income taxpayers.
- Abusive schemes and promoter investigations.
- High-income non-filers.
- Unreported income.
- The National Research Program.

For the six new areas, the agency will direct more examination resources to address these issues. However, the IRS will maintain a presence in other audit areas to maintain core tax administration responsibilities. Additional exam resources will help meet this requirement.

Additional Resource: Fact Sheet (MS-Word)

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