



Article Side

IRS Audit for Small Business is the way, you should by [Lawrence J. Danny](#)

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Whenever the season for paying the tax arrives, there is a common question going on in everyone's mind. What will happen if IRS audit is done on my tax return? You can surely keep yourself ready for the audit in a very easy way. You just have to be careful about a few things and you are good to go. You don't have to be frightened because of it if you have all your documents preserved with you.

To avoid such situation the best thing one can do is to keep the records of your tax returns with you at a safe place. Don't dump the tax returns that become 3-4 years old. Also keep proper books and records for all the payments and receipts filed with you in a proper way.

Keep yourself organised and ready for all kind of situations always. Maintain a neat cabinet for storing all the important documents that might be needed by the officials at the time of the audit so that you end up fumbling with everything during that time.

You can surely find the information for avoiding penalties. Whenever an audit by the IRS is done, they come with a journal of your deductibles handy with you. If you have high income or excessive expenditures as compared to other people in the same business then, you can be the one chosen by for audit by IRS. Also, if you have faced any kind of problems in filing the returns in the past years or you have been already chosen for an audit earlier, then definitely the possibilities of getting chosen by the IRS increases at a great level. IRS chooses to review the accounts of the taxpayers for the audit according to their choice only. So, you should know the tips and should take necessary measure to reduce your risk of being suspected by the IRS officers.

You should be able to justify what you owe and what you spent during the year perfectly. Definitely you need to be honest to them, but along with it some intelligence also matters. You should use a qualified tax preparer. Before hiring him, you should check his past history and also the synopsis of his work. Check his knowledge completely and ask him several questions that you may have in your mind. Check if he is able to provide satisfactory answers to it. Get all your Unfiled Tax Returns completed by the tax preparer.

The second thing you have to do is to give all the information regarding your income to tax preparer. If he has all the information, he will be able to guide you properly and will be able to show the information in the books properly. Also, make proper use of the e-filing system offered by IRS, it does not have much provision of including errors and mistakes. So, you will be sure of the things you have filed for. IRS Audit Small Business is generally a very rare scenario.

Audit from IRS mainly audits the people who are suspected to be dishonest. If you are not one of them, you should not be worrying about anything.

For more information visit us at <http://www.cpaformerirsagent.com/>

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Lawrence J. Danny is an author of this article who writes about the IRS Audit, a [Audit by IRS](#) and Unfiled Tax Returns. He has also written about the importance of Audit by the IRS and a [Audit from IRS](#), IRS Audit Small Business.

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