

**Blockchain Technology: An Emerging Issues Forum**

**Friday September 14, 2018**

**#aaaBC2018**



**American  
Accounting  
Association**  
Thought Leaders in  
Accounting



**Centers for  
Advancing  
Accounting**

# Taxation

**Mario Costanz**

**Happy Tax**



# Emerging Issues in Crypto Tax

**Mario Costanz**, Chair – Tax Working Group  
CEO – [CryptoTaxAcademy.com](https://cryptotaxacademy.com) & [CryptoTaxPrep.com](https://cryptotaxprep.com)

# OVER 3,000,000 Cryptocurrency Transactions DAILY

*In Notice 2014-21 IRS has deemed crypto as property*

MOST of these transactions are [required](#) to be reported.

- **Coin to fiat disposition (Capital Event)**
- **Coin to coin swap (Capital Event)**
- **Purchases made with coin for goods/services (Capital Event)**
- **Receipt of coin for goods/services (Income Recognition)**
- **Mining (Income Recognition)**



# Common Misconceptions

*Since when did message boards, reddit and facebook groups give tax advice?*

Many traders listening to the wrong people about:

- **Accounting Methods**
- **Hard Forks**
- **Airdrops**
- **Like Kind Exchanges**
- **Only taxable if withdrawn to fiat**
- **Foreign Asset Reporting (FBAR / FATCA)**





# Supply / Demand

*Shortage of Crypto Tax Specialists*

Blockchain & Cryptocurrency is the future. Your students are the future.

- **Coinbase data turned over to IRS in March of 2018**
- **Penalty & Interest Letters will go out soon**
- **IRS working with Chainalysis to scrape direct from blockchain**
- **IRS working on requirements for exchanges to report directly**



# Contact to Join Us!

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