

**2022 TAX ORGANIZER SUPPLEMENT**  
**VIRTUAL CURRENCY/CRYPTOCURRENCY**

**PLEASE ANSWER THE FOLLOWING QUESTIONS, IF YOU ANSWERED YES TO EITHER QUESTION, PLEASE PROVIDE THE REQUESTED INFORMATION**

- (1) At any time during 2022 did you or your spouse receive, sell, send, exchange or otherwise acquire any financial interest in any virtual currency or crypto-currency? Yes \_\_\_\_ No \_\_\_\_
- (2) During 2022 did you or your spouse have an account with a cryptocurrency or virtual currency exchange, e.g., Coinbase, Kraken, Binance, FTX, etc. or other similar exchanges? Yes \_\_\_\_ No \_\_\_\_

If you answered **YES** to either question, you may have to report certain related information on your 2022 tax return and you may have incurred certain tax liabilities. Accordingly, please (1) read the following notes, (2) provide the requested information and (3) complete and sign the Acknowledgement below.

**Engagement Note:** Depending upon your answers to the questions below, Paul S. Marciano CPA, LLC (“PSMCPA”) may determine that your 2022 tax returns may be too complex to complete. If PSMCPA makes that determination, PSMCPA will inform you that PSMCPA will not be able to complete your 2022 tax returns.

**General Information Note:** The IRS treats virtual currency/cryptocurrency as property and not as currency. Accordingly, general tax principles applicable to property transactions (i.e., similar to stock transactions) apply to transactions using virtual currency/cryptocurrency. The sale or other exchange of virtual currency/cryptocurrency, or the use of virtual currency/cryptocurrency to pay for goods or services, or holding virtual currency/cryptocurrency as an investment, generally has tax consequences that could result in tax liability. When you sell or exchange virtual currency/cryptocurrency, you must recognize any capital gain or loss on the sale or exchange, subject to any limitations on the deductibility of capital losses. If you held the virtual currency for one year or less before selling or exchanging the virtual currency, then you will have a short-term capital gain or loss. If you held the virtual currency for more than one year before selling or exchanging it, then you will have a long-term capital gain or loss. The period during which you held the virtual currency (known as the “holding period”) begins on the day after you acquired the virtual currency and ends on the day you sell or exchange the virtual currency.

**Please provide the following information for EACH type of virtual currency/cryptocurrency you or your spouse (if applicable) owned during 2022 (If necessary, use additional sheets of paper.):**

- (1) Name of virtual currency or cryptocurrency. Taxpayer: \_\_\_\_\_  
Spouse: \_\_\_\_\_
- (2) When did you acquire the virtual currency or cryptocurrency? Taxpayer: \_\_\_\_\_  
Spouse: \_\_\_\_\_
- (3) How did you acquire the virtual currency or cryptocurrency? Taxpayer: \_\_\_\_\_  
Spouse: \_\_\_\_\_
- (4) Did you or your spouse receive any virtual currency or cryptocurrency for services or products you or your spouse provided? Taxpayer: Yes \_\_\_\_ No \_\_\_\_ Spouse: Yes \_\_\_\_ No \_\_\_\_  
If yes, please provide details – e.g., type of virtual currency or cryptocurrency, amount of virtual currency or cryptocurrency, dollar amount, date, type of service or product provided.

(5) Did you or your spouse mine for and receive any virtual currency or cryptocurrency as a result of such mining?

Taxpayer: Yes \_\_\_\_\_ No \_\_\_\_\_ Spouse: Yes \_\_\_\_\_ No \_\_\_\_\_

(6) How did you or your spouse hold the virtual currency or cryptocurrency? Exchange? Virtual Wallet? Other? In the United States?

(7) Did you or your spouse sell/trade the virtual currency or cryptocurrency? If yes, for US Dollars? For other virtual currency or cryptocurrency?

(8) Did you or your spouse transfer any virtual currency or cryptocurrency between exchanges or wallets?

(9) As of 12/31/2022, how much virtual currency or cryptocurrency did you hold in an exchange? In a virtual wallet? What was the value of the virtual currency or cryptocurrency held?

(10) During 2022, did you or your spouse hold any of the virtual currency or cryptocurrency in a foreign bank, exchange or other account? If so, where, what currency and value?

**Note:** If you held the virtual currency or cryptocurrency in an exchange, you may be able to obtain the requested information from the exchange. For virtual currency or cryptocurrency you held in a virtual wallet or otherwise you may have to generate the requested information from your personal records.

**PLEASE SIGN THE ACKNOWLEDGMENT BELOW**

I/We, the undersigned, hereby understand, acknowledge and agree as follows:

1. I/We understand and acknowledge that I/we are required to report on my 2022 tax returns certain information relative to if I/we received, sold, sent, exchanged or otherwise acquired a financial interest in any virtual currency or crypto-currency. Accordingly, I/we authorize Paul Marciano, CPA LLC to include the information I/we have provided above on my/our 2022 tax returns.
2. I/We further understand and acknowledge that certain tax liabilities may result from the information and transactions I report on my tax return. The IRS or another tax authority may evaluate the information reported and may modify the calculation of any reported tax liability and/or may request additional supplemental information. In such case the IRS or other taxing authority will directly contact me/us, not Paul Marciano, CPA LLC, and that I/We will be solely liable for any additional tax liability, penalties, interests, or other costs assessed by the IRS or other tax authority and any expenses incurred by me/us in responding to any request for additional information by the IRS or other tax authority.
3. I/We further understand, acknowledge and agree that any amendment, modification or challenge to my/our tax return as duly prepared and filed by Paul Marciano, CPA LLC requested by me/us arising directly or indirectly from the information provided above or a change in such information will result in additional fees and charges payable to Paul Marciano, CPA LLC.

Date: \_\_\_\_\_

Taxpayer: \_\_\_\_\_  
Print Name:

Date: \_\_\_\_\_

Spouse: \_\_\_\_\_  
Print Name: