



Wolters Kluwer

# 2023 Cryptocurrency and Taxes Update Course Instructions

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## Instructions to Participants

To assist the participant with navigating the learning process through to successful completion, this course has been produced with the following elements:

**Overview of Topics / Table of Contents:** In this electronic format you'll find a slide menu on the left side of the screen. This serves as your overview of topics for the program. You may navigate to any topic by clicking on the slide name.

**Definition of Key Terms / Glossary:** You'll find key terms defined for this program in the course information on the following page(s).

**Index / Key Word Search:** You can find information quickly in the PDF materials (slide handout plus any additional handouts) by using the search function built into your Adobe Reader.

**Review Questions:** Questions that test your understanding of the material are placed throughout the course. You'll see explanatory feedback pop up for each incorrect answer, and reinforcement feedback for the correct answer for every review question.

**Final Exam:** The final exam measures if you have gained the knowledge, skills, or abilities outlined in the learning objectives. You may submit your final exam at the end of the course. Exams are graded instantly. A minimum score of 70% is required to receive the certificate of completion. **You have one year from date of purchase to complete the course.**

**Course Evaluation:** Once you have successfully passed your online exam, please complete our online course evaluation. Your feedback helps Wolters Kluwer maintain its high quality standards!

## About This Course

This section provides information that is important for understanding the course, such as course level and prerequisites. Please consider this information when filling out your evaluation after completing the course.

**Publication Date:** June 2023

### Course Description

This course has been updated for 2023 for new developments including new laws, regulations, and tax forms.

Are you interested in how cryptocurrencies were developed and how they work? Does blockchain technology provide sufficient security for cryptocurrencies? What are the advantages and disadvantages of using cryptocurrencies? What are the tax consequences of investing in cryptocurrencies or using them for personal or business transactions?

This course is designed for individuals who would like to obtain a basic understanding of crypto currency. The course will cover the history of virtual currencies and explain how they work. We will review some of the legal issues involved with virtual currencies. The course will cover the advantages and disadvantages of using virtual currencies. We will review the IRS rules for tracking and reporting crypto currency transactions for tax purposes.

### Learning Objectives

Upon successful completion of this course, participants should be able to:

- Define crypto (virtual) currency
- Identify the tax implications of using crypto currency

### NASBA Field of Study

Taxes. Some state boards may count credits under different categories—check with your state board for more information.

### Course Level

Basic. Program knowledge level most beneficial to CPAs new to a skill or an attribute. These individuals are often at the staff or entry level in organizations, although such programs may also benefit a seasoned professional with limited exposure to the area.

### Prerequisites

None.

### Advance Preparation

None.

### Course Expiration

AICPA and NASBA Standards require all Self-Study courses to be completed and the final exam submitted within 1 year from the date of purchase as shown on your invoice. No extensions are allowed under AICPA/NASBA rules.

## Key Terms

- **BitCoin:** A type of virtual currency.
- **Blockchains:** Lists of records held on diverse computers (Nodes) that are used to record and verify data.
- **Central Bank Coins:** A type of cryptocurrency designed and issued by a central government as alternatives to fiat currencies.
- **Closed Virtual Currencies:** Virtual currencies used in a closed community, most commonly multi-player online games. The currency is fictional and has no value outside the game.
- **Cryptocurrency:** A digital currency using cryptography to secure transactions and to control the creation of new currency units.
- **Data Breach:** The release or taking of data from a secure source to an unsecured third-party location (Computer).
- **Fiat Stable Coins:** Crypto assets tied to a traditional fiat currency such as the US Dollar or Euro.
- **GAAP:** (Generally Accepted Accounting Principles) – The accounting principles and standards accepted by consensus among professional accountants.
- **I-9 :** A form used to document an employee's legal right to work in the USA.
- **IRS:** Internal Revenue Service.
- **Money Laundering:** Taking funds from an illegal source, hiding the source of funds, and making the funds available for use without legal restrictions or penalties.
- **Payment Coins:** Crypto assets that can be used to facilitate transactions for goods and services on the internet.
- **SEC:** Securities and Exchange Commission.
- **Virtual Currency:** A currency that only exists in cyber space. There is no physical or tangible item to represent the currency.