

Cost Allocation in Nonprofits: Who Gets It?

How do you account for the sharing of costs across functions in the nonprofit environment? This course will teach you the art of proper cost allocation in the nonprofit environment. Nonprofits are confounded and confronted with cost allocation problems for GAAP reporting, IRS reporting and federal reporting. How nonprofits solve these problems has a significant effect on how donors, the IRS and outside funding sources look at the nonprofit.

OBJECTIVES

Upon completion of this course, participants will be able to:

- Apply the concepts of cost allocation to functional expense reporting
- Handle the challenges posed by SOP 98-2 relating to cost allocation for activities that include fundraising components
- Understand key IRS and OMB guidance relating to cost allocation

HIGHLIGHTS

- What requirements exist and who's setting them
- Key cost accounting concepts affecting nonprofits
- Cost allocation techniques used by nonprofits
- The relationship between cost allocation and functional expense reporting
- Cost allocation for activities that include fundraising
- Cost allocation for IRS reporting
- Key OMB requirements relating to cost allocation

WHO WILL BENEFIT

- Financial management responsible for accounting and reporting of nonprofit entities
- CPA firm seniors (and above) on nonprofit engagements

YB**Level**

Intermediate

CPE Credit Hours

8

(Accepted for CMA and CFM continuing education credit)

NASBA Field of Study

8-Governmental Accounting

Prerequisite

Experience with nonprofit organizations

Updated Content Available

5/15/12

Course Acronym

CAMN

(For self-study ordering information and recommended credit, visit cpa2biz.com/cpe)