

IRS Collection


Small Business/Self-Employed Division



Effect of Economy on Collection


Commissioner Shulman's message

Has it impacted field collection?



Federal Tax Liens

- Criteria to file Notice of Federal Tax Lien (NFTL)
 - ACS vs. Revenue Officer
- Origination of Lien
 - ACS vs. Revenue Officer
- Criteria to not file lien or withdrawal of the NFTL
- Liens and Streamlined Installment Agreements



Voluntary Payment Options

- Full pay
- Full payment in 120 days
- Installment agreement (IA)
- Partial Payment Installment Agreement (PPIA)
- Currently not collectible (CNC) with mandatory follow up



Alternatives to Levy

- Currently not collectible
- Installment Agreement
- Offer in Compromise
- Innocent Spouse



Enforced Payments

Criteria for:

- Wage Levy
- Bank Levy
- Seizure of Assets
- Disqualified Employment Tax Levy (DETL)

Consideration for circumstances due to economy



National Standards and Allowable Expenses

Has IRS changed its standards for housing expenses and housing equity?

Is the policy different for CNC/IA/OIC?



Business Taxes

- Trust Fund Recovery Penalty (TFRP)
 - Purpose and criteria
- Installment Agreements for payroll taxes – In Business Taxpayers
 - Criteria to qualify
 - TFRP and In Business IAs
- Pyramiding payroll taxes
 - When will IRS close business?




Interacting with the IRS

- Requesting extensions
- Contacting group manager, territory manager, area director
- Timing of issuance of Letter 1058
- Submitting delinquent returns to RO or campus
- #1 goal on BMF cases




National Focus

- Trust Fund Recovery Penalty
- Notice of Federal Tax Lien
- Field Presence




National Focus

- Direct Debit Installment Agreements will be emphasized to address the high rate of defaulted installment agreements.
- Advantages of the DDIA include
 - Reduced default rate
 - Reduced user fee
 - No check to be mailed
 - Do not need to remember to make a monthly payment



What's New

- Hiring
 - Statewide
 - Training program
- E-mail test between IRS and practitioners regarding exchange of taxpayer information



What's New

- Rapid Response Appeals Process
 - Provides new priority procedures for pyramiding In Business Trust Fund (IBTF) taxpayers who have submitted a Collection Due Process (CDP) and the case has been sent to Appeals
 - Criteria include: employment taxes, taxpayer is not making FTDs in current quarter, unpaid tax is \$25,000 or more, and the CDP request was submitted timely



Appeals and Compliance

- Revenue Officers and Collection Managers should continue to resolve case issues with taxpayers and practitioners even after receipt of CDPs, Equivalent Hearing requests.
- Practitioners should continue to work with the revenue officer until impasse.



Questions?