Installment Plan Request

The Internal Revenue Service, and other taxing authorities will work out installment agreements with individuals, and business entities that cannot meet prior tax obligations.

For a taxpayer to be eligible to enter into an installment agreement the taxpayer must meet all current and ongoing tax liabilities while in an installment payment arrangement.

There are six criteria that must be met to obtain, and continue in an installment plan with the IRS, and most other taxing authorities, those being:

1. The taxpayer files any outstanding tax returns.

   You may not negotiate or enter into an installment agreement unless all tax returns have been filed.

2. The taxpayer makes all current tax deposits.

   You cannot negotiate the balance of taxes owed are not making current tax deposits.

3. If the taxpayer is a business then a completed Form 433-B, Collection Information Statement for Businesses must be submitted. If the taxpayer is an individual, Federal Form 433-F must be submitted.

   This financial information form is required to negotiate a payment arrangement to satisfy any delinquent taxes.

4. Documents to support the entries made on either Form 433-B or Form 433-F must be submitted to verify the claims made on those disclosure forms.

   You must support your income and expenses with documentation proving that the statements made are accurate.

5. The taxpayer provides the financial information to the IRS agent working on the case and requests an installment agreement in writing.
The installment agreement request must state the amount per month you intend to pay, the date the payments will begin and the tax periods the installment agreement covers.

6. The taxpayer complies with any deadlines set by the IRS to provide additional documents or information.

Failure to do so may result in a liens, and levies against your bank accounts or other assets.

Once an installment agreement has been approved and in place, all agreements, and payments that are agreed to must be met timely, and on time, otherwise any installment arrangement is immediately void and nullified, and the process will necessarily need to be started over again if the agreements, and payments are not met timely. The IRS, and many other taxing authorities do not allow a grace period for receiving payments under an installment arrangement.

Many taxing authorities such as California’s Franchise Tax Board require that any installment arrangement be made by direct charge (debit) to your banking account.

We here at Muffoletto & Company believe that the more informed you are in regards to the rules and regulations that affect you the more we can be of service.

Should you have questions relating to any tax or financial matters call at
(818) 346-2160,
or you can visit us on the web at
www.petemcpa.com!

Providing individuals, small businesses, corporations, partnerships, professionals, and other business entities with the necessary guidance and answers for a complex world.

IMPORTANT NOTICE

The contents of this email and any attachments to it may contain privileged and confidential information from Muffoletto & Company.

This information is only for the viewing or use of the intended recipient. If you are not the intended recipient, you are hereby notified that any disclosure, copying, distribution or use of, or the taking of any action in reliance upon, the information contained in this e-mail, or any of the attachments to this e-mail, is strictly prohibited and that this e-mail and all of the attachments to this e-mail, if any, must be immediately returned to Muffoletto & Company or destroyed and, in either case, this e-mail and all attachments to this e-mail must be immediately deleted from your computer without making any copies hereof.
If you have received this e-mail in error, please notify Muffoletto & Company by e-mail immediately.

To ensure compliance with Treasury Department regulations, we wish to inform you that, unless expressly stated otherwise in this communication (including any attachments) any tax advice that may be contained in this communication is not intended or written to be used, and cannot be used, for the purpose of (i) avoiding tax-related penalties under the Internal Revenue Code or applicable state or local tax law provisions or (ii) promoting, marketing or recommending to another party any tax-related matters addressed herein.

If you prefer not to remain on our email lists, please let us know. We will remove you as soon as you notify us.

You may do so by emailing us at
pete@petemcpa.com