

Form 9465 (Rev. 1-2007), Installment Agreement Request

Purpose: This is the first circulated draft of the Form 9465 (Rev. 1-2007) for your review and comments.

TPCC Meeting: None, but may be arranged if requested.

Prior Revisions: Form 9465 (Rev.11-2005) can be viewed by clicking on the following link: <http://publish.no.irs.gov/FORMS/PUBLIC/PDF/14842K05.PDF>

Other Products: Circulations of draft tax forms, instructions, notices, and publications are posted at: http://taxforms.web.irs.gov/draft_products.html

Comments: Please email, fax, call, or mail any comments by **December 15, 2006**.

Major Changes to Form 9465, Installment Agreement Request

- ◆On page 1 under “Purpose of Form,” we included online payment agreement as an alternative payment option per IR-2006-159.
- ◆On page 2 under “What You Will Be Charged,” we revised the dollar amount charged to establish an installment agreement and included the reduced fee charged if the payment is made by electronic funds withdrawal, per IR-2006-176.
- ◆On page 2 under “Where To File,” we revised the filing addresses.

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Installment Agreement Request

▶ **If you are filing this form with your tax return, attach it to the front of the return. Otherwise, see instructions.**

Caution: Do not file this form if you are currently making payments on an installment agreement. Instead, call 1-800-829-1040. If you are in bankruptcy or we have accepted your offer-in-compromise, see **Bankruptcy or offer-in-compromise** on page 2.

1 Your first name and initial	Last name	Your social security number
If a joint return, spouse's first name and initial	Last name	Spouse's social security number
Your current address (number and street). If you have a P.O. box and no home delivery, enter your box number.		Apt. number
City, town or post office, state, and ZIP code. If a foreign address, enter city, province or state, and country. Follow the country's practice for entering the postal code.		

2 If this address is new since you filed your last tax return, check here

3 () Your home phone number	Best time for us to call	4 () Your work phone number	Ext. Best time for us to call
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5 Name of your bank or other financial institution: Address City, state, and ZIP code	6 Your employer's name: Address City, state, and ZIP code
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7 Enter the tax return for which you are making this request (for example, Form 1040) ▶ _____

8 Enter the tax year for which you are making this request (for example, 2006) ▶ _____

9 Enter the total amount you owe as shown on your tax return (or notice) ▶ _____

10 Enter the amount of any payment you are making with your tax return (or notice). See instructions

11 Enter the amount you can pay each month. **Make your payments as large as possible to limit interest and penalty charges.** The charges will continue until you pay in full. ▶ _____

12 Enter the date you want to make your payment each month. **Do not** enter a date later than the 28th ▶ _____

13 If you want to make your payments by electronic funds withdrawal from your checking account, see the instructions and fill in lines 13a and 13b. This is the most convenient way to make your payments and it will ensure that they are made on time.

▶ **a** Routing number

▶ **b** Account number

I authorize the U.S. Treasury and its designated Financial Agent to initiate a monthly ACH electronic funds withdrawal entry to the financial institution account indicated for payments of my federal taxes owed, and the financial institution to debit the entry to this account. This authorization is to remain in full force and effect until I notify the U.S. Treasury Financial Agent to terminate the authorization. To revoke payment, I must contact the U.S. Treasury Financial Agent at **1-800-829-1040** no later than 7 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payments of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payments.

Your signature	Date	Spouse's signature. If a joint return, both must sign.	Date
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General Instructions

Section references are to the Internal Revenue Code.

Purpose of Form

Use Form 9465 to request a monthly installment plan if you cannot pay the full amount you owe shown on your tax return (or on a notice we sent you). Generally, you can have up to 60 months to pay. In certain circumstances, you can have longer to pay or your agreement can be approved for an amount that is less than the amount of tax you owe. But before requesting an installment agreement, you should consider other less costly alternatives, such as a bank loan or credit card payment. If you have any questions about this request, call 1-800-829-1040.

If you do not wish to enter into an installment agreement on Form 9465, the IRS offers alternative payment options. Some of these options that you may qualify for are:

- 120 day extension of time to pay,
- Payroll deduction installment agreement, or
- Online payment agreement.

For information on these and other methods of payment, call 1-800-829-1040. To apply online for a payment agreement, go to www.irs.gov, use the pull-down menu under "I need to...." and select "Set up a Payment Plan."

Guaranteed installment agreement. Your request for an installment agreement cannot be turned down if the tax you owe is not more than \$10,000 and all three of the following apply.

- During the past 5 tax years, you (and your spouse if filing a joint return) have timely filed all income tax returns and paid any income tax due, and have not entered into an installment agreement for payment of income tax.
- The IRS determines that you cannot pay the tax owed in full when it is due and you give the IRS any information needed to make that determination.
- You agree to pay the full amount you owe within 3 years and to comply with the tax laws while the agreement is in effect.



A Notice of Federal Tax Lien may be filed to protect the government's interests until you pay in full.

Bankruptcy or offer-in-compromise. If you are in bankruptcy or we have accepted your offer-in-compromise, do not file this form. Instead, call 1-800-829-1040 to get the number of your local IRS Insolvency function for bankruptcy or Technical Support function for offer-in-compromise.

What You Will Be Charged

You will be charged a \$105 fee (\$52 if you choose to pay by electronic funds withdrawal), if your request is approved. Do not include the fee with this form. After approving your request, we will bill you for the fee with your first payment.

You will also be charged interest and may be charged a late payment penalty on any tax not paid by its due date, even if your request to pay in installments is granted. Interest and any applicable penalties will be charged until the balance is paid in full. To limit interest and penalty charges, file your return on time and pay as much of the tax as possible with your return (or notice).

How the Installment Agreement Works

If we approve your request, we will send you a letter. It will tell you how to pay the fee and make your first installment payment. We will usually let you know within 30 days after we receive your request whether it is approved or denied. But if this request is for tax due on a return you filed after March 31, it may take us longer than 30 days to reply.

By approving your request, we agree to let you pay the tax you owe in monthly installments instead of immediately paying the amount in full. All payments received will be applied to your account in the best interests of the United States. In return, you agree to make your monthly payments on time. You also agree to meet all your future tax liabilities. This means that you must have enough withholding or estimated tax payments so that your tax liability for future years is paid in full when you timely file your return. Your request for an installment agreement will be denied if all required tax returns have not been filed. Any refund due you in a future year will be applied against the amount you owe. If your refund is applied to your balance, you are still required to make your regular monthly installment payment.

After we receive each payment, we will send you a letter showing the remaining amount you owe, and the due date and amount of your next payment. But if you choose to have your payments automatically withdrawn from your checking account, you will not receive a letter. Your bank statement is your record of payment. You can also make your payments by credit card. For details on how to pay, see your tax return instructions or visit www.irs.gov. We will also send you an annual statement showing the amount you owed at the beginning of the year, all payments made during the year, and the amount you owe at the end of the year.

If you do not make your payments on time or you have an outstanding past-due amount in a future year, you will be in default on your agreement and we may take enforcement actions, such as the filing of a Notice of Federal Tax Lien or an IRS levy action, to collect the entire amount you owe. To ensure that your payments are made timely, you should consider making them by electronic funds withdrawal (see the instructions for lines 13a and 13b).

To find out more about the IRS collection process, see Pub. 594, The IRS Collection Process.

Where To File

Attach Form 9465 to the front of your return and send it to the address shown in your tax return booklet. If you have already filed your return or you are filing this form in response to a notice, file Form 9465 by itself with the Internal Revenue Service Center at the address below for the place where you live. No street address is needed.

IF you live in . . . THEN use this address . . .

Alabama, Delaware, Florida, Georgia,
North Carolina, Rhode Island, South Carolina,
Virginia Atlanta, GA
39901

District of Columbia, Maine, Maryland,
Massachusetts, New Hampshire, New York,
Vermont Andover, MA
05501

Kentucky, Pennsylvania Philadelphia, PA
19255

Kansas, Louisiana, Mississippi, Oklahoma,
Tennessee, Texas, West Virginia, APO, FPO Austin, TX
73301

Alaska, Arizona, California, Colorado, Hawaii,
Idaho, Minnesota, Montana, Nebraska,
Nevada, New Mexico, North Dakota, Oregon,
South Dakota, Utah, Washington, Wyoming Fresno, CA
93888

Arkansas, Connecticut, Illinois, Indiana, Iowa,
Michigan, Missouri, New Jersey, Ohio,
Wisconsin Kansas City, MO
64999

American Samoa, nonpermanent residents
of Guam or the Virgin Islands*, Puerto Rico
(or if excluding income under Internal
Revenue Code Section 933), dual-status
aliens, a foreign country: U.S. citizens and
those filing Form 2555, 2555-EZ, or
Form 4563. Austin, TX
73301
USA

* Permanent residents of Guam and the Virgin Islands cannot use Form 9465.

Specific Instructions

Line 1

If you are making this request for a joint tax return, show the names and social security numbers (SSNs) in the same order as on your tax return.

Line 9

Enter the total amount you owe as shown on your tax return (or notice).



If the total amount you owe is more than \$25,000 (including any amounts you owe from prior years), complete and attach Form 433-F, Collection Information Statement. You can get Form 433-F by visiting the IRS website at www.irs.gov.

Line 10

Even if you cannot pay the full amount you owe now, you should pay as much as possible to limit penalty and interest charges. If you are filing this form with your tax return, make the payment with your return. For details on how to pay, see your tax return instructions.

If you are filing this form by itself, such as in response to a notice, attach a check or money order payable to the "United States Treasury." Do not send cash. Be sure to include:

- Your name, address, SSN, and daytime phone number.
- The tax year and tax return (for example, "2006 Form 1040") for which you are making this request.

Line 11

You should try to make your payments large enough so that your balance due will be paid off by the due date of your next tax return.

Line 12

You can choose the date your monthly payment is due. This can be on or after the 1st of the month, but no later than the 28th of the month. For example, if your rent or mortgage payment is due on the 1st of the month, you may want to make your installment payments on the 15th. When we approve your request, we will tell you the month and date that your first payment is due.

If we have not replied by the date you chose for your first payment, you can send the first payment to the Internal Revenue Service Center at the address shown on page 2 that applies to you. See the instructions for line 10 above for details on what to write on your payment.

Lines 13a and 13b

TIP *Making your payments by electronic funds withdrawal will help ensure that your payments are made timely and that you are not in default of this agreement.*

To pay by electronic funds withdrawal from your checking account at a bank or other financial institution (such as mutual fund, brokerage firm, or credit union), fill in lines 13a and 13b. Check with your financial institution to make sure that an electronic funds withdrawal is allowed and to get the correct routing and account numbers.

Note. We will send you a bill for the first payment and the fee. You must make the first payment by mail. All other payments will be electronically withdrawn.

Line 13a. The routing number must be nine digits. The first two digits of the routing number must be 01 through 12 or 21 through 32. Use a check to verify the routing numbers. On the sample check on this page, the routing number is 250250025. But if your check is payable through a financial institution different from the one at which you have your checking account, do not use the routing numbers on that check. Instead, contact your financial institution for the correct routing numbers.

Line 13b. The account number can be up to 17 characters (both numbers and letters). Include hyphens but omit spaces and special symbols. Enter the number from left to right and leave any unused boxes blank. On the sample check on this page, the account number is 20202086. Do not include the check number.

TIP *The electronic funds withdrawal from your checking account will not be approved unless you (and your spouse if a joint return) sign Form 9465.*

Sample Check—Lines 13a and 13b

DWAINES MAPLE
ROBYN MAPLE
123 Pear Lane
Anyplace, VA 20000

PAY TO THE ORDER OF \$

ANYPLACE BANK
Anyplace, VA 20000

For

① 250250025 ② 20202086 ③ 1234

1234
15-0000000

Do not include the check number.

TIP *The routing and account numbers may be in different places on your check.*

Privacy Act and Paperwork Reduction Act Notice. Our legal right to ask for the information on this form is sections 6001, 6011, 6012(a), 6109, and 6159 and their regulations. We will use the information to process your request for an installment agreement. The reason we need your name and social security number is to secure proper identification. We require this information to gain access to the tax information in our files and properly respond to your request. If you do not enter the information, we may not be able to process your request.

You are not required to provide the information requested on a form that is subject to the Paperwork Reduction Act unless the form displays a valid OMB control number. Books or records relating to a form or its instructions must be retained as long as their contents may become material in the administration of any Internal Revenue law. Generally, tax returns and return information are confidential, as required by section 6103. However, we may give this information to the Department of Justice for civil and criminal litigation, and to cities, states, and the District of Columbia to carry out their tax laws. We may also disclose this information to other countries under a tax treaty, to federal and state agencies to enforce federal nontax criminal laws, or to federal law enforcement and intelligence agencies to combat terrorism.

The average time and expenses required to complete and file this form will vary depending on individual circumstances. For the estimated averages, see the instructions for your income tax return.

If you have suggestions for making this form simpler, we would be happy to hear from you. See the instructions for your income tax return.