

The American Society of Tax Problem Solvers
“ASTPS”
Presents

IRS Notices- “Recognition & Response”

by

LG Brooks, BA, EA, CTRS

Presentation “EXHIBITS” Handout





Department of the Treasury
Internal Revenue Service
P.O. Box 249
Memphis, TN 38101-0249

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Ulysses U. Utopia
% LG Brooks, EA, CTRS
P. O. Box 131024
Dallas, Texas 75313-1024

EXHIBIT-A

Page 1 of 3

Our records show you filed your 2019 Form 1040 with an amount owed.

→ **Amount due by January 25, 2021: \$118.01**

What you owe



Scan me

Scan here to view your online account

Your billing summary (transactions within the last 21 days may not be reflected)

Tax you owed when you filed your return	\$226.00
Total penalties (see page 3 for more information)	\$3.39
Total interest (see page 3 for more information)	\$1.62
Payments and credits	-\$113.00
Amount due by January 25, 2021	\$118.01

If you already have an installment or payment agreement in place for this tax year, then continue with that agreement.

If we don't receive a full payment of the amount owed by this date, additional penalties may apply to your account. Penalties can be as high as 50% or more of the tax you owe. In addition, each day you wait to pay after this date, interest accumulates on your total balance.

What you need to do right now

Pay as much as you can now by visiting irs.gov/payments online or on your mobile device. It's fast, secure, and you'll receive instant confirmation of your payment. In a few easy steps, you can:

- Pay directly from your bank account for free
- Pay using a credit or debit card for a small fee

If you can't pay online, you can mail in a check or money order with the payment stub below. For any amount you can't pay right now, see the next page to learn more about your options.

For pending or approved payment arrangements, or if you are a debtor in a bankruptcy case, please see the "IRS Help" section.

Continued on back...



%LG BROOKS
PO BOX 131024
DALLAS TX 75313-1024

Notice	CP14
Notice date	January 4, 2021
Taxpayer Identification number	

Amount due by January 25, 2021

\$118.01

Amount enclosed:

- Make your check or money order payable to the United States Treasury.
- Write your **taxpayer identification number** (), the **tax year** (2019), and the **form number** (1040) on your payment and mail this slip in with it.

INTERNAL REVENUE SERVICE
P.O. BOX 742562
CINCINNATI OH 45280-2562



U.S. GOVT 9-80344-006-017/3895 0000269 0000375 I=0000

Options if you can't pay in full

Scan here to review or
change your payment

Consider the following options if you can't pay in full right now:

Pay over time

Visit irs.gov/installmentagreements to learn more about installment agreements, which allow you to pay your balance over time as long as you stay current with your filing obligations. If you qualify, you can also apply online to save time and money at irs.gov/OPA.

Settle your tax debt

If you can't pay your balance in full, an offer in compromise could allow you to settle your tax debt for less than the full amount you owe. You can use our online pre-qualifier tool at irs.gov/offers to see if you qualify and learn more about offers in compromise.

Temporarily delay collection

In cases of financial hardship, the IRS may temporarily delay collection until your situation improves. Visit irs.gov/delay to learn more.

IRS Help

For online assistance, you can visit irs.gov/help.

If you can't find what you need online, you can call the IRS at 800-829-8374.

If you have an approved payment arrangement, or have applied for one, continue making payments per that agreement. Remember that interest continues to be charged until you fully pay your balance.

If you are a debtor in a bankruptcy case, this notice is for your information only and is not intended to seek payment outside of the bankruptcy process for taxes due before you filed your petition. You will not receive another notice for the balance due while the automatic stay remains in effect. For more information about Bankruptcy visit: irs.gov/declarebankruptcy.

Additional information

Scan here to view the
Taxpayer Advocate Website

For more information about this notice, visit irs.gov/CP14.

The Taxpayer Advocate Service (TAS) is an independent organization within the IRS that can help protect your taxpayer rights. TAS can offer you help if your tax problem is causing a hardship, or you've tried but haven't been able to resolve your problem with the IRS. If you qualify for TAS assistance, which is always free, TAS will do everything possible to help you. Visit www.taxpayeradvocate.irs.gov or call 877-777-4778.

Tax professionals who are independent from the IRS may be able to help you.

Low Income Taxpayer Clinics (LITCs) can represent low income persons before the IRS or in court. LITCs can also provide assistance to persons who speak English as a second language. Any services provided by an LTC must be for free or a small fee. To find an LTC near you:

- Go to www.taxpayeradvocate.irs.gov/litcmap;
- Download IRS Publication 4134, Low Income Taxpayer Clinic List available at www.irs.gov; or
- Call the IRS toll-free at 800-829-3676 and ask for a copy of Publication 4134.

State bar associations, state or local society of accountants or enrolled agents, or other nonprofit tax professional organizations may also be able to provide referrals.

As a taxpayer, you are entitled to certain rights. The enclosed Taxpayer Bill of Rights provides more information.

The IRS adopted the Taxpayer Bill of Rights (TBOR). Employees are responsible for being familiar with and acting in accord with taxpayer rights. See IRC Section 7803(a)(3), and for additional information about the Taxpayer Bill of Rights please visit the TBOR website: www.irs.gov/taxpayer-bill-of-rights.

Penalties

We are required by law to charge applicable penalties. However, in select situations, we may be able to remove or reduce penalties. Visit irs.gov/penalties to learn more.

Penalty	Description	Action date	Months late	Unpaid amount	Monthly rate	Amount
Failure to pay (Internal Revenue Code Section 6651)	We assess a penalty for each month or part of a month you don't pay the tax you owe by the due date and afterward, up to 25% of the tax shown on the return.	01/15/2021	06	\$113.00	0.50%	\$3.39

Total monthly penalties

\$3.39

Total penalties (monthly + daily)

\$3.39

Interest (Internal Revenue Code Section 6601)

We are required by law to charge interest when you don't pay your liability on time. Unlike penalties, we cannot reduce or remove interest due to reasonable cause. Interest accumulates daily, so the longer you wait to pay, the more interest we add to your account. Visit irs.gov/interest for more information.

Period	Days	Interest rate	Interest factor	Amount due	Interest charge
07/15/2020 – 01/04/2021	173	3.0%	0.014320159	\$113.00	\$1.62
Total interest					\$1.62



EXHIBIT-B

IRS adds QR technology to key balance due notices to help taxpayers

IR-2020-233, October 9, 2020

WASHINGTON — For the first time, the IRS is adding barcode technology to notices sent to millions of taxpayers. Starting this month, the CP14 notices that inform taxpayers that they owe money on unpaid taxes and their payment options are now equipped with QR bar codes to help those taxpayers securely and easily navigate to the IRS.gov website.

Taxpayers can now use their smartphones to scan a QR code in the CP14, and starting in 2021, the CP14 IA, to go directly to IRS.gov and securely access their account, set up a payment plan or contact the Taxpayer Advocate Service.

Scanning the QR code on the CP14 or CP14 IA will give the taxpayer direct access to the information they need on IRS.gov to resolve their account balance online without the need to call or interact with the IRS directly.

"These codes will give taxpayers immediate access to the most important information for them to pay their balances, set up payment agreements or reach out for help," said Darren Guillot, the IRS Small Business/Self-Employed Deputy Commissioner for Collection and Operations Support. "We understand there's a lot of information on the web, and we want to give taxpayers more secure tools that can more easily help them resolve their tax situations."

The IRS generally sends more than 8 million CP14 notices each year to taxpayers. They are the first legal notice alerting them that they have a balance due. Adding a QR code to the notice provides access to an up-front resolution for millions of taxpayers.

"This will help make the entire process easier for taxpayers," Guillot said.

The IRS is assessing the possibility of adding other QR codes to other balance due notices in the future.

Page Last Reviewed or Updated: 16-Dec-2020



Department of the Treasury
Internal Revenue Service
Memphis, TN 38101-0069

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Nancy N. Neverland
% LG Brooks, EA, CTRS
P. O. Box 131024
Dallas, Texas 75313-1024

SB

For your reference

Notice name **CP501** Tax year **2019**
 Notice date **04-12-2021**
 Your caller ID **955682**
 Taxpayer ID number **[REDACTED]**
 New quick, easy, and secure online payments
 Visit irs.gov/directpay to avoid additional interest and penalties or time lost on the phone

EXHIBIT-C

To: **[REDACTED]**
 We recently contacted you about your past due 2019 taxes. You must pay your balance immediately.

Amount Past Due: \$1,488.75

You must pay by April 22, 2021 to stop further penalties and interest.

What You Need To Do Now



Pay online now from your bank

- Quick, free and easy way to pay
- Secure payment directly from your bank account without fees
- Convenient method; just use a computer or mobile device



Scan me
irs.gov/payments

What You Need

To Verify Your Identity:

- ☐ Filing Status
- ☐ Address

To Pay:

- ☐ Bank Account Number
- ☐ Bank Routing Number

Don't know this information?
 You can find your recent tax returns on irs.gov/individuals/get-transcript.
 Your bank account and routing numbers are on your check.

How to Pay From Your Bank

1. Go to irs.gov/directpay
2. Select "Make a Payment"
3. Enter the following options:
 - ✓ **Reason for Payment:** Tax Return or Notice
 - ✓ **Apply Payment To:** 1040
 - ✓ **Tax Period for Payment:** December 31, 2019
4. Follow the instructions to verify your identity and submit secure bank information
5. Submit your secure payment



SB

Notice: CP501

Tax year: 2019

Notice date: April 12, 2021

TIN: [REDACTED]

Page 4 of 4

Taxpayer Rights and Sources of Assistance—continued

For more information about this notice, visit irs.gov/cp501.

Can't pay in full right now? Pay as much as you can and set up a monthly payment plan online at irs.gov/opa.

To learn about your other options, visit irs.gov/payments under the topic "Can't Pay Now?"

You can contact us by mail at the following address. Be sure to include your taxpayer identification number, the tax year and the form number you are writing about.

Internal Revenue Service
P.O. Box 249
Memphis, TN 38101-0249

If you have not paid the debt already, a federal tax lien has arisen as a claim against all your property. If you don't pay the amount due immediately or make payment arrangements, we can file a Notice of Federal Tax Lien (NFTL) publicly establishing our priority with your creditors or we may levy (seize your property) subject to any applicable Collection Due Process rights. If we file the NFTL, it may be difficult to sell or borrow against your property.

If you don't believe you owe or don't agree with our intent to file a NFTL, you have the right to request an appeal under the Collection Appeals Program before the NFTL is filed. If you want to file an appeal, call or send us a Collection Appeals Request (Form 9423) to the address at the top of this notice. Call 800-829-8374 if you have any questions. For more information about your appeal rights, see Publication 1660 (Collection Appeal Rights).

Note: The CAP is different from the Collection Due Process (CDP) program. CAP addresses appeals when the Service communicates its intent to file an NFTL, while a CDP hearing is offered after the Service files an NFTL for the first time. For additional information, visit irs.gov/compliance/appeals.



[REDACTED]
%LGB BROOKS
PO BOX 542332
GRAND PRAIRIE TX 75054-2332

Notice	CP501
Notice Date	April 12, 2021
TIN	[REDACTED]



Payment

- Make your check or money order payable to the "United States Treasury".
- On the memo line write your Taxpayer Identification Number [REDACTED] the tax year (2019), and form number (1040).
- Mail this payment stub with your check or money order.

INTERNAL REVENUE SERVICE
P.O. BOX 1235
CHARLOTTE, NC 28201-1235



Amount Due: \$1,488.75

Amount due by April 22, 2021



Department of the Treasury
Internal Revenue Service
PO BOX 145566
CINCINNATI OH 45250-5566

Notice CP77
Notice date July 12, 2021
Social Security number XXX-XX
To contact us 800-829-3903
Your Caller ID
Page 1 of 6

EXHIBIT-D

COPY

Notice of intent to seize your assets and of your right to a hearing

Amount due immediately: \$42,100.03

We haven't received full payment despite sending you several notices about your unpaid federal taxes. The IRS may seize (levy) your property. However, you can appeal the proposed seizure (levy) of your assets by requesting a **Collection Due Process (CDP)** hearing by **August 11, 2021**.

Billing Summary

Amount you owed	\$35,597.93
Additional failure-to-pay penalty	2,573.96
Additional interest charges	3,928.14
Amount due immediately	\$42,100.03

What you need to do immediately

Pay immediately

- Send us the amount due of \$42,100.03, or we may seize (levy) your property on or after August 11, 2021, unless you request a CDP hearing.

Continued on back...



Notice CP77
Notice date July 12, 2021
Social Security number



Payment

- Make your check or money order payable to the United States Treasury.
- Write your Social Security number, the tax period(s) and form number(s) on your payment and any correspondence.

Amount due immediately

\$42,100.03

INTERNAL REVENUE SERVICE
PO BOX 145566
CINCINNATI OH 45250-5566

COPY

Notice CP77

Notice date July 12, 2021

Social Security number XXX-XX-

Page 4 of 6

If we don't hear from you

If you don't call us immediately, pay the amount due, or request a hearing by **August 11, 2021**, we may seize (levy) your property or your rights to property. Property may include:

- Wages and other income
- Bank accounts
- Business assets
- Personal assets (including your car and home)
- State tax refunds
- Social Security benefits
- Alaska Permanent Fund Dividend

Your billing details

Tax period ending	Form number	Amount you owed	Additional interest	Additional penalty	Total
December 31, 2014	1040				
December 31, 2015	1040				
December 31, 2016	1040				
December 31, 2017	1040				
December 31, 2019	1040				

Penalties

We are required by law to charge any applicable penalties.

Failure-to-pay

We assess a 1/2% monthly penalty for not paying the tax you owe by the due date. We base the monthly penalty for paying late on the net unpaid tax at the beginning of each penalty month following the payment due date for that tax. This penalty applies even if you filed the return on time.

We charge the penalty for each month or part of a month the payment is late; however, the penalty can't be more than 25% in total.

- The due date for payment of the tax shown on a return generally is the return due date, without regard to extensions.
- The due date for paying increases in tax is within 21 days of the date of our notice demanding payment (10 business days if the amount in the notice is \$100,000 or more).

If we issue a Notice of Intent to Levy and you don't pay the balance due within 10 days of the date of the notice, the penalty for paying late increases to 1% per month.

For individuals who filed on time, the penalty decreases to 1/4% per month while an approved installment agreement with the IRS is in effect for payment of that tax.

For a detailed computation of the penalty call 800-829-3903.

(Internal Revenue Code Section 6651)

COPY

Form **9297**
(April 2021)

Department of the Treasury - Internal Revenue Service

Summary of Taxpayer Contact

Taxpayer's name

Taxpayer's ID

Representative name

To determine the appropriate resolution of your case we need to verify your ability to pay the amount owed and remain compliant with all applicable filing and payment requirements.

Instructions: Please provide copies of the items checked and/or listed below by the date required.

Information/Documents Required	Date Required	Information/Documents Required	Date Required
<input type="checkbox"/> Verification of estimated tax payment Tax year(s) _____ Amount _____		<input type="checkbox"/> Verification of federal tax deposits Period(s) _____ Amount _____	
<input type="checkbox"/> Wage statements From _____ To _____		<input type="checkbox"/> Delinquent income tax returns <input type="checkbox"/> 1040 <input type="checkbox"/> 1120 <input type="checkbox"/> 1065 Tax year(s) _____	
<input type="checkbox"/> Bank statements <input type="checkbox"/> Cancelled checks <input type="checkbox"/> Personal From _____ To _____ <input type="checkbox"/> Business From _____ To _____		<input type="checkbox"/> Delinquent employment tax returns <input type="checkbox"/> 941 <input type="checkbox"/> 940 <input type="checkbox"/> Other _____ Tax year(s)/periods _____	
<input type="checkbox"/> List of all real property owned, business and individually, with payoff documentation		<input type="checkbox"/> The most recent Balance Sheet and Profit and Loss Statement	
<input type="checkbox"/> List of vehicles with lienholder documentation and payoff		<input type="checkbox"/> List of machinery, inventory & copies of documents showing any encumbrances	
<input type="checkbox"/> Documents verifying monthly expenses or liabilities with proof of payments		<input type="checkbox"/> List of accounts receivable or major clients. Include an age analysis of each account	
<input type="checkbox"/> Statements for all investment accounts you own or have an interest in (e.g., stocks, bonds, mutual funds, retirement accounts, life insurance policies, etc.) From _____ To _____		<input type="checkbox"/> Funding Sources (line of credit, factoring agreement, etc.). Provide statements to verify the dates funds were drawn from these sources	
<input type="checkbox"/> List all virtual currency you own or in which you have a financial interest (e.g., Bitcoin, Ethereum, Litecoin, Ripple, etc.). Attach a statement with each currency's public key and who has access to the private key		<input type="checkbox"/> Safe deposit box and location	
		<input type="checkbox"/> List of officers/directors/major shareholders and names of anyone listed on the Corporation's bank signature card(s)	
Additional Information/Documents Required		Date Required	

You may reach me by using the telephone number, fax number, or mailing address below.

Notification of consequences of failure to meet the above deadlines: Failure to meet the above deadlines by the specified date(s) may require the IRS to take certain actions, such as issuing a Notice of Levy, issuing a summons, or other actions as specified below

EXHIBIT-E

Revenue officer

Employee ID number

Telephone number

Fax number

Office address

Date