
TABLE OF CONTENTS

Chapter 1: Introduction to Settling with the IRS	1
I. Course Overview	1
II. Overview of IRS Fresh Start Initiative	5
Chapter 1: Test Your Knowledge	9
Chapter 1: Solutions and Suggested Responses	11
Chapter 2: The IRS Collection Process	13
I. Fresh Start Changes	13
II. Process and Procedures for Appeals, Seizure, and Levy	14
Chapter 2: Test Your Knowledge	25
Chapter 2: Solutions and Suggested Responses	27
Chapter 3: Installment Agreements	29
I. Overview	29
II. Completing Form 9465	31
III. Other Rules	36
Chapter 3: Test Your Knowledge	41
Chapter 3: Solutions and Suggested Responses	43
Chapter 4: Grounds for Seeking an Offer in Compromise	45
I. Overview	45
II. Doubt as to Liability Offer in Compromise	49
III. Doubt as to Collectibility	52
IV. Effective Tax Administration (ETA) and Doubt as to Collectibility with Special Circumstances (DCSC)	55
Chapter 4: Test Your Knowledge	67
Chapter 4: Solutions and Suggested Responses	69
Chapter 5: Applying for an Offer in Compromise	71
I. Overview	71
II. Application Process	72
III. Paying for the Offer in Compromise	76
IV. Returned and Withdrawn Offers	80
V. Mandatory Acceptance	82
VI. Forms 433-A (OIC) and 433-B (OIC)	82
Chapter 5: Test Your Knowledge	85
Chapter 5: Solutions and Suggested Responses	87

Chapter 6: Rejecting Offers in Compromise	89
I. Offers Submitted Solely to Delay Collection	89
II. Frivolous Offers	92
III. Not in the Best Interest of the Government	93
IV. Other Notes on Rejection of Offers in Compromise	94
V. Actions on Post-Accepted Offers	95
Chapter 6: Test Your Knowledge	97
Chapter 6: Solutions and Suggested Responses	99
Chapter 7: Financial Analysis of Offers in Compromise	101
I. Calculating the Taxpayer’s Ability to Pay: An Overview	101
II. Calculating Equity in Assets	103
III. Valuing Business Assets	105
IV. Dissipation of Assets	109
V. Valuing an Individual Taxpayer’s Assets	112
VI. Allowable Expenses	124
Chapter 7: Test Your Knowledge	131
Chapter 7: Solutions and Suggested Responses	133
Chapter 8: Relief from Liability for Joint Returns	135
I. Overview	135
II. Requesting Relief	136
III. Community Property Laws	140
IV. Innocent Spouse Relief	142
V. Separation of Liability Relief	145
VI. Equitable Relief	149
VII. Refunds	154
Chapter 8: Test Your Knowledge	155
Chapter 8: Solutions and Suggested Responses	157
Chapter 9: Resolving Delinquent Taxes Via Bankruptcy	159
I. Overview of Major Bankruptcy Chapters	159
II. Bankruptcy Court Jurisdiction Over Tax Matters	172
III. Federal Tax Claims	175
Chapter 9: Test Your Knowledge	181
Chapter 9: Solutions and Suggested Responses	183
Appendix	185
Glossary	227
Index	231
Final Exam Copy	233