



MANUAL TRANSMITTAL

Department of the Treasury
Internal Revenue Service

20.2.8

APRIL 27, 2016

EFFECTIVE DATE

(05-10-2016)

PURPOSE

- (1) This obsoletes IRM 20.2.8, *Interest, Restricted Interest*.

MATERIAL CHANGES

- (1) The material previously contained in IRM 20.2.8 is incorporated in other sections of IRM 20.2, *Interest*.
- (2) Moves IRM 20.2.8.1, *Restricted Interest Overview*, to IRM 20.2.1.5, *Normal and Restricted Interest*.
- (3) Moves IRM 20.2.8.2, *Provisions Restricting and Prohibiting Interest*, to IRM 20.2.5.6, *Restricted Interest*.
- (4) Moves paragraphs (1), (2), and (14) of IRM 20.2.8.3, *Manual Computations*, to IRM 20.2.1.5.2, *Manual Calculation of Interest*.
- (5) Moves paragraphs (3) through (13) including the revision in IPU 14U1353 issued on 9-16-2014, of IRM 20.2.8.3, *Manual Computations*, to IRM 20.2.5.6.2, *Manual Computations*.
- (6) Moves IRM 20.2.8.4(2), *Credit Availability Date for Debit Interest Computation*, to IRM 20.2.5.1.1.2, *Availability Dates for Interest Calculation and Offset*.
- (7) Moves IRM 20.2.8.5, *Interest Computation Software*, to IRM 20.2.1.6, *Interest Computation Tools and Reports: Manually and Systemically Calculated Interest*.
- (8) Moves IRM 20.2.8.6, *Reasons for Restricting*, to IRM 20.2.5.6.1, *Reasons to Manually Compute Interest*.
- (9) Moves IRM 20.2.8.7, *IRC 6601(c) Waiver - Interest Suspension Periods*, to IRM 20.2.7.8.1, *IRC 6601(c) Suspension Period Calculation*.
- (10) Moves IRM 20.2.8.8, *Documentation*, to IRM 20.2.1.5.2.1, *Manual Calculation of Interest - Documentation*.
- (11) Removes IRM 20.2.8.9, *Overpayment of Original Tax When Liability Exists for Interest*, since this information is already contained in IRM 20.2.9, *Interest on Carryback of Net Operating Loss*.
- (12) Moves IRM 20.2.8.10, *Assessments Against Treasury Department Embezzlers (NMF)*, to IRM 20.2.11.15, *Assessments Against Treasury Department Embezzlers (NMF)*.
- (13) Moves IRM 20.2.8.11, *Non-Restricting Transaction Code (TC) 340*, to IRM 20.2.5.6.3, *Non-Restricting Transaction Code (TC) 340*.
- (14) Moves IRM 20.2.8.11.1, *Subsequent Manual Interest Accrual Processing*, to IRM 20.2.5.6.3.1, *Subsequent Manual Interest Accrual Processing*.
- (15) Moves IRM 20.2.8.12, *Offers in Compromise (OIC)*, to IRM 20.2.11.11, *Offers in Compromise (OIC)*.
- (16) Moves Exhibit 20.2.8-1, *Provisions Restricting and Prohibiting Interest*, to IRM 20.2.1, *Interest Introduction, Standards and Guidelines*.

- (17) Removes Exhibit 20.2.8-2, *Interest-Free Period - IRC 6601(c) and IRC 6404(g) Interest Suspension Periods*.
- (18) Moves Exhibit 20.2.8-3, *Input Screen of Non-Restricting TC 340*, to IRM 20.2.5, *Interest on Underpayments*.

EFFECT ON OTHER DOCUMENTS

IRM 20.2.8, dated 4-28-2014, is obsolete on effective date of this transmittal. Content from this IRM is being incorporated into IRM 20.2.1, *Interest Introduction, Standards and Guidelines*, IRM 20.2.5, *Interest on Underpayments*, IRM 20.2.7, *Abatement and Suspension of Debit Interest*, and IRM 20.2.11, *Miscellaneous Interest Provisions*.

AUDIENCE

This IRM is intended for servicewide use by all employees who handle computations of interest.

Mark Pursley
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Small Business/Self Employed