

Instructions: Waiver of IRS Late Payment Penalties

For people who got too much Advance Premium Tax Credit in 2014

Do you have a tax bill you can't pay because you got too much Advance Premium Tax Credit to help pay for your Vermont Health Connect insurance plan in 2014? You may be eligible for a waiver of the IRS' late payment penalty.

Normally, the IRS charges a late payment penalty for each month after April 15, until the bill is paid in full. Even if you get the penalty waiver, you will still have to **pay interest** on the unpaid part of the tax bill starting April 15 until the bill is paid in full.

How to Apply for the Penalty Waiver

First, check to see if you qualify. [IRS Publication 974](#) says that you must meet the following four requirements:

1. You have filed all required federal tax returns and you have paid all of your federal taxes due (except for 2014.) You can be paying under an installment agreement or under an accepted Offer in Compromise.
2. You reported the amount of APTC you were overpaid on your 2014 tax return. (Check line 46 of Form 1040, Line 29 of Form 1040A, or line 44 of Form 1040NR.)
3. Your 2014 tax return or an extension was filed on time. It is considered on time if you file your return by April 15, 2015 **OR** if you file an extension by April 15 and file your tax return by October 15, 2015.
4. If you filed your tax return on extension (after April 15, 2015), you paid the tax due on or before April 15, 2016.

If you qualify, you can use our sample letter to request waiver of the late payment penalties. Here's how.

1. Wait for your IRS bill, if you don't have one yet.
2. Fill out the sample letter (on the back of this form) and sign it. Make a copy of the letter for your records.
3. Mail the letter **to the IRS address on your bill.**

If you filed your tax return **after** April 15, 2015, you should wait to request the waiver until you have paid the all of the tax due. If you filed your tax return **by** April 15, 2015, you can apply for the waiver even if you have not paid the balance due.

For sample letter, see reverse side.



Date: _____

To: IRS, Dept. of the Treasury

(Write the IRS address that is on your IRS bill)

Re: **Request for Waiver of Late Payment Penalties under Notice 2015-9**

(Write your Social Security Number)

Dear IRS:

I am eligible for the relief granted under Notice 2015-9 because I received excess advance payment of the premium tax credit. I owe(d) an income tax bill for 2014 that I was not able to pay by April 15, 2015. Please waive the late payment penalties.

My contact information is:

Street Address or P.O. Box: _____

Town/City and Zip Code: _____

Telephone Number: _____

Sincerely,

(Sign your name)

(Print your name)