

Instructions for Form 5182

Schedule 1 — Information Supporting a Michigan Offer in Compromise Based on an Accepted Federal Offer in Compromise

Who May Submit an Offer in Compromise Based on an Accepted Federal Offer in Compromise

You may submit an offer in compromise based on an accepted federal offer in compromise if you meet the eligibility requirements outlined in the Offer in Compromise instructions and you have received an accepted federal Offer in Compromise from the Internal Revenue Service for the same tax periods for which you are submitting an offer in compromise for state tax debt.

Only an assessed tax liability for individual income tax, under MCL 206.1 to 206.532, or for corporate income tax, under MCL 206.601 to 206.699, is eligible for compromise under this ground.

NOTE: The reasons or circumstances for you being granted the federal Offer in Compromise for the tax periods must continue to exist at the time you submit your offer in compromise to Treasury.

NOTE: Treasury may compromise the tax debt for each period included your offer in compromise by applying the same percentage granted by the Internal Revenue Service, or it may compromise the tax debt using a different percentage basis than that granted by the Internal Revenue Service based on Treasury's own analysis based on doubt as to collectability.

Which Form to File

You must submit a completed **Form 5181 – Offer in Compromise** along with **Form 5182 Schedule 1 – Information Supporting a Michigan Offer in Compromise Based on an Accepted Federal Offer in Compromise** with your offer in compromise.

Submitting an Offer in Compromise Based on an Accepted Federal Offer in Compromise

The state tax assessments you claim are affected by the federal Offer in Compromise must be identified on Part 2 of Form 5182.

You must include with the submission an accepted IRS Form 656, any amendments or addendums to the original Form 656, account transcripts for all years listed on the accepted IRS form 656 and any other documentation provided by the Internal Revenue Service confirming the grant to you of the federal Offer in Compromise.

Completing Michigan Forms

Michigan Offer in Compromise Forms are available in a format that allows you to fill them out on your computer, print them out, and mail them to the Department of Treasury. In some cases, the forms cannot be saved.

- **Print or type the information in the spaces provided.**
- **Stay within the lines** when entering information in boxes.
- **Answer all questions fully and accurately.** State that an item is not applicable with "N/A." If the answer is none, write "none."
- **Enclose any additional explanations on a separate sheet.** Write your collections account number at the top of each sheet of paper.
- **Use black or blue ink.** Do not use pencil, red ink, or felt tip pens. Do not highlight information.
- **If a form is multiple pages**, all pages must be filed.

NOTE: Remember to make additional copies of the completed forms for your records.

When You Have Finished

Assemble your forms and attachments and staple in the upper-left corner. Do not staple your check for the initial offer payment to your forms.

Important Reminder: If you do not include all the required attachments with your offer, your offer may be rejected or consideration of it delayed. Do not send the originals of your documents as attachments.

Where to Mail Your Offer

Mail your offer, initial offer payment and all applicable schedules and attachments to:

Michigan Department of Treasury
Offer in Compromise
P.O. Box 30190
Lansing, MI 48909

Make your check payable to **State of Michigan-Offer In Compromise** and write your collections account number and assessment number(s) on the front of your check.