

IRS to Furlough 2/3 of Staff if Government Shuts Down

The IRS will furlough roughly two-thirds of its employees if Congress fails to reach a deal to keep the government open, according to the <u>contingency plan</u> the U.S. Treasury Department released late Thursday. During the first five business days following the shutdown, the IRS will keep 30,063 of its 89,944 employees at work.

What IRS activities will stop?

A summary of significant IRS activities that will stop during the shutdown includes:

- All audit functions and return examinations
- Issuing non-automated refunds
- Non-automated collections
- Taxpayer services, such as responding to taxpayer questions outside of filing season
- Legal work on any actions paused during the shutdown
- Processing of non-disaster relief transcripts
- Most headquarters and administrative functions that are not related to the safety of life and protection of property

Which IRS activities will continue?

The following is a brief list of the IRS functions that are expected to continue during the shutdown:

- Designing and printing forms for the upcoming tax season
- Mail processing
- Maintaining criminal law enforcement and undercover operations
- Completing and testing programs for the upcoming filing year
- Processing remittances, including Payment Perfection
- Taxpayer services during filing season
- Processing disaster relief transcripts
- Implementing initiatives included in the *Inflation Reduction Act* (not funded through appropriations)

We will continue to keep our members informed of shutdown-related operational changes at the IRS that may have an impact on their practices.

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National Association of Tax Professionals (NATP) PO Box 8002, Appleton, WI 54912-8002 800-558-3402