An installment agreement is available to taxpayers that have a tax liability of at least $75. In order to qualify for the installment agreement, the return (joint return) must have filed all required income tax returns and paid all taxes due for the past five years.

There are two (2) types of installment agreements for taxpayers that have a tax liability:

1. **Tax liability of $75 but no more than $3,000** - The installment agreement allows you to pay the amount due in twelve equal installments.

2. **Tax liability exceeding $3,000** and an installment agreement with the Internal Revenue Service (IRS) for the same tax year. The installment agreement allows you to pay the amount due within sixty months. You must attach a copy of the approved installment agreement notification from the IRS.

The agreement may be terminated if any installment payment is not made timely. It may also be terminated if you do not pay any other tax liability when the liability is due.

Interest of 7/10 of one percent (.7%) per month continues to accrue during the installment agreement period. You will need to contact our office for the remaining balance on the account prior to the last payment to ensure the interest is paid correctly.

If you have a pending bankruptcy case, you may be barred by federal law from participation in an installment agreement. Please contact our office for more details. Additionally, if you file bankruptcy during the installment period, you must notify our Bankruptcy Section immediately at 601-923-7393.

Due to the automatic stay provisions of the U.S. Bankruptcy Code, the installment agreement may be void at the time you file your bankruptcy case.

Form 71-661-16-3-1-000 (Rev. 7/16)