



DEPARTMENT OF THE TREASURY
INTERNAL REVENUE SERVICE
WASHINGTON, DC 20224

TE/GE

Date:

ISSUER NAME
ATTN: [CP signer name, title]
ADDRESS
CITY, ST ZIP

Contact Name:
Employee ID:
Contact Telephone Number:
[Agent's Phone]
Fax:
Contact Address:
Internal Revenue Service
SE:T:GE:TEB:F: 7225
[Agent's Address]
[Agent's City,ST Zip]
EIN: [Issuer's EIN]

RE: Alternate Permitted Method for Filing Form 8038-CP, Return for Credit Payments to Issuers of Qualified Bonds, for Certain Specified Tax Credit Bonds with Multiple Maturities

Name of Issue:

Date of Issue:

Dear [CP signer name]:

The Internal Revenue Service will process certain Forms 8038-CP, *Return for Credit Payments to Issuers of Qualified Bonds* ("Form 8038-CP"), filed in accordance with the requirements described in this letter. Under the alternate permitted method described herein, you may now file one Form 8038-CP covering all maturities of qualified school construction bonds or qualified zone academy bonds of an issue for each interest payment date. The method described herein applies to Forms 8038-CP filed to request payment of refundable credits allowed under section 6431 ("section 6431") of the Internal Revenue Code of 1986, as amended, with respect to interest payments on issues of qualified school construction bonds and qualified zone academy bonds with multiple maturities. You are receiving this letter because your bond issue identified above is such an issue. Use of this method is available to simplify the process by which you request refundable credit payments under section 6431.

The method described herein is not available to request payment of credits allowed under section 6431 with respect to interest payments on issues of new clean renewable energy bonds or qualified energy conservation bonds, which must be filed in accordance with the instructions ("Instructions") to Form 8038-CP (Rev. June 2010). Additionally, the method described herein does not alter general requirements relating to the allowance or the amount of the refundable credit under section 6431 with respect to bonds, including the limitation under section 6431(f)(1)(C) on the maximum amount of credit allowable with respect to each bond of the issue. Generally, the computation of the credit allowable under section 6431(f) is determined on a bond-by-bond basis. Except as otherwise described herein, requirements described in the Instructions continue to apply.

To use the alternate permitted method to request refundable credit payments for an issue of qualified school construction bonds or qualified zone academy bonds on any interest payment date, you should file a single Form 8038-CP covering interest payments on all maturities of qualified school construction bonds

Alternate Permitted Method for Filing Form 8038-CP for Certain Bond Issues
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or qualified zone academy bonds of the issue for the interest payment date in accordance with the Instructions and the following specific changes to the instructions:

- Line 19a: Enter the aggregate amount of interest payable to the holders of the bonds on the interest payment date for all qualified school construction bonds or qualified zone academy bonds of the issue.
- Line 19b: Enter the applicable credit rate in accordance with Instructions.
- Line 19c: Enter the aggregate of the amounts determined for each bond to be the lesser of:
 - (i) interest payable under the bond on the interest payment date, or
 - (ii) interest that would be payable under the bond on such date if such interest were determined at the applicable credit rate with respect to such bond.

This aggregate amount is the maximum allowable credit for all qualified school construction bonds or qualified zone academy bonds of the issue for the interest payment date.

- Line 20e: For qualified zone academy bonds, enter 100% of line 19c.
- Line 20f: For qualified school construction bonds, enter 100% of line 19c.

The Internal Revenue Service will now process single Forms 8038-CP for aggregate claim amounts filed in accordance with the alternate permitted method described herein.

Until published revisions to the Instructions provide otherwise, the Internal Revenue Service will continue to process separate Forms 8038-CP filed in accordance with the Instructions to request refundable credit payments for each maturity of an issue of qualified school construction bonds or qualified zone academy bonds with multiple maturities. If you have any questions concerning this matter, please contact me at the phone number shown above.

Sincerely,

[Agent's Name], Revenue Agent