

**(b) Partners bound by actions of partnership, etc.**

**(1) Designation of partner**

Each electing large partnership shall designate (in the manner prescribed by the Secretary) a partner (or other person) who shall have the sole authority to act on behalf of such partnership under this subchapter. In any case in which such a designation is not in effect, the Secretary may select any partner as the partner with such authority.

**(2) Binding effect**

An electing large partnership and all partners of such partnership shall be bound—

- (A) by actions taken under this subchapter by the partnership, and
- (B) by any decision in a proceeding brought under this subchapter.

**(c) Partnerships having principal place of business outside the United States**

For purposes of sections 6247 and 6252, a principal place of business located outside the United States shall be treated as located in the District of Columbia.

**(d) Treatment where partnership ceases to exist**

If a partnership ceases to exist before a partnership adjustment under this subchapter takes effect, such adjustment shall be taken into account by the former partners of such partnership under regulations prescribed by the Secretary.

**(e) Date decision becomes final**

For purposes of this subchapter, the principles of section 7481(a) shall be applied in determining the date on which a decision of a district court or the Claims Court becomes final.

**(f) Partnerships in cases under title 11 of the United States Code**

**(1) Suspension of period of limitations on making adjustment, assessment, or collection**

The running of any period of limitations provided in this subchapter on making a partnership adjustment (or provided by section 6501 or 6502 on the assessment or collection of any amount required to be paid under section 6242) shall, in a case under title 11 of the United States Code, be suspended during the period during which the Secretary is prohibited by reason of such case from making the adjustment (or assessment or collection) and—

- (A) for adjustment or assessment, 60 days thereafter, and
- (B) for collection, 6 months thereafter.

A rule similar to the rule of section 6213(f)(2) shall apply for purposes of section 6246.

**(2) Suspension of period of limitation for filing for judicial review**

The running of the period specified in section 6247(a) or 6252(b) shall, in a case under title 11 of the United States Code, be suspended during the period during which the partnership is prohibited by reason of such case from filing a petition under section 6247 or 6252 and for 60 days thereafter.

**(g) Regulations**

The Secretary shall prescribe such regulations as may be necessary to carry out the provisions of this subchapter, including regulations—

(1) to prevent abuse through manipulation of the provisions of this subchapter, and

(2) providing that this subchapter shall not apply to any case described in section 6231(c)(1) (or the regulations prescribed thereunder) where the application of this subchapter to such a case would interfere with the effective and efficient enforcement of this title.

In any case to which this subchapter does not apply by reason of paragraph (2), rules similar to the rules of sections 6229(f) and 6255(f) shall apply.

(Added Pub. L. 105-34, title XII, §1222(a), Aug. 5, 1997, 111 Stat. 1017.)

**CHAPTER 64—COLLECTION**

| Subchapter   | Sec. <sup>1</sup> |
|--|-------------------|
| A. General provisions .....                          | 6301              |
| B. Receipt of payment .....                          | 6311              |
| C. Lien for taxes .....                              | 6321              |
| D. Seizure of property for collection of taxes ..... | 6331              |
| [E. Repealed.]                                       |                   |

**AMENDMENTS**

1990—Pub. L. 101-508, title XI, §11801(b)(14), Nov. 5, 1990, 104 Stat. 1388-522, struck out item for subchapter E “Collection of State individual income taxes”.

1972—Pub. L. 92-512, title II, §202(b), Oct. 20, 1972, 86 Stat. 944, added item for subchapter E.

**Subchapter A—General Provisions**

| Sec.  |                                     |
|-------|-------------------------------------|
| 6301. | Collection authority                |
| 6302. | Mode or time of collection.         |
| 6303. | Notice and demand for tax.          |
| 6304. | Fair tax collection practices.      |
| 6305. | Collection of certain liability.    |
| 6306. | Qualified tax collection contracts. |

**AMENDMENTS**

2004—Pub. L. 108-357, title VIII, §881(a)(2)(B), Oct. 22, 2004, 118 Stat. 1626, added item 6306.

1998—Pub. L. 105-206, title III, §3466(b), July 22, 1998, 112 Stat. 769, added item 6304.

1976—Pub. L. 94-455, title XIX, §1906(b)(5), Oct. 4, 1976, 90 Stat. 1833, struck out item “6304. Collection under the Tariff Act”.

1975—Pub. L. 93-647, §101(b)(2), Jan. 4, 1975, 88 Stat. 2358, added item 6305.

**§ 6301. Collection authority**

The Secretary shall collect the taxes imposed by the internal revenue laws.

(Aug. 16, 1954, ch. 736, 68A Stat. 775; Pub. L. 94-455, title XIX, §1906(b)(13)(A), Oct. 4, 1976, 90 Stat. 1834.)

**AMENDMENTS**

1976—Pub. L. 94-455 struck out “or his delegate” after “Secretary”.

**APPROVAL PROCESS FOR LIENS, LEVIES, AND SEIZURES**

Pub. L. 105-206, title III, §3421, July 22, 1998, 112 Stat. 758, provided that:

“(a) IN GENERAL.—The Commissioner of Internal Revenue shall develop and implement procedures under which—

“(1) a determination by an employee to file a notice of lien or levy with respect to, or to levy or seize, any

<sup>1</sup> Section numbers editorially supplied.