

## Internal Revenue Service

Department of the Treasury

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Washington, DC 20224

Person to Contact:

Telephone Number:

Refer Reply To:

CC:INTL:PLR-112522-01

Date:

October 11, 2001

### LEGEND

Taxpayer =

Entity =

Date 1, 2 =

CPA Firm =

Dear :

This replies to your letter dated February 21, 2001, in which Taxpayer requests an extension of time under Treas. Reg. § 301.9100-3 to file the annual certification required under § 1.1503-2(g)(2)(vi) for each of the fiscal tax years ended on Dates 1 and 2 with respect to the dual consolidated losses of Entity. The information submitted for consideration is substantially as set forth below.

The ruling contained in this letter is predicated upon facts and representations submitted by the taxpayer and accompanied by a penalty of perjury statement executed by an appropriate party. This office has not verified any of the material submitted in support of the request for a ruling. Verification of the factual information, representations, and other data may be required as a part of the audit process.

CPA Firm was retained to prepare a complete and accurate U.S. federal income tax return for Taxpayer for its fiscal tax years ended on Dates 1 and 2. However, CPA Firm failed to advise Taxpayer that Entity was required to file an annual certification, as provided under § 1.1503-2(g)(2)(vi), for the fiscal tax years ended on Dates 1 and 2, which were with respect to the dual consolidated losses incurred by Entity in prior years. Taxpayer is requesting relief before the failure to file the annual certifications is discovered by the Service.

Treas. Reg. § 301.9100 -1(b) defines a regulatory election as an election whose due date is prescribed by a regulation, a revenue ruling, revenue procedure, notice, or announcement.

In re: PLR-112522-01

Treas. Reg. § 301.9100-1(c) provides that the Commissioner has discretion to grant a taxpayer a reasonable extension of time, under the rules set forth in § 301.9100-3, to make a regulatory election under all subtitles of the Internal Revenue Code, except subtitles E, G, H, and I.

Treas. Reg. § 301.9100-3(a) provides that requests for relief subject to this section will be granted when the taxpayer provides the evidence (including affidavits described in § 301.9100-3(e)) to establish to the satisfaction of the Commissioner that the taxpayer acted reasonably and in good faith, and the grant of relief will not prejudice the interests of the Government.

In the present situation, § 1.1503-2(g)(2)(iv) fixes the time to file the annual certification. Therefore, the Commissioner has discretionary authority under § 301.9100-1(c) to grant Taxpayer an extension of time, provided that Taxpayer satisfies the standards set forth in § 301.9100-3(a).

Based on the facts and circumstances of this case, we conclude that Taxpayer satisfies § 301.9100-3(a). Accordingly, Taxpayer is granted an extension of time until 30 days from the date of this ruling letter to file the annual certification required under § 1.1503-2(g)(2)(vi) for each of the fiscal tax years ended on Dates 1 and 2 with respect to the dual consolidated losses of Entity.

The granting of an extension of time is not a determination that Taxpayer is otherwise eligible to file the annual certifications. § 301.9100-1(a).

This ruling is directed only to the taxpayer who requested it. I.R.C. § 6110(k)(3) provides that it may not be used or cited as precedent.

A copy of this ruling letter should be associated with the annual certifications.

No ruling has been requested, and none is expressed, as to the application of any other section of the Code or regulations to the facts presented.

Pursuant to a power of attorney on file in this office, a copy of this ruling letter is being furnished to your authorized representatives.

Sincerely,  
Allen Goldstein  
Reviewer  
Office of the Associate Chief Counsel (International)