



SBA Information Notice

TO: All SBA Employees and SBA Lenders

CONTROL NO.: 5000-20068

SUBJECT: New IRS Form 4506 for use by IRS
IVES participants

EFFECTIVE: December 11, 2020

The purpose of this Notice is to inform all SBA employees and SBA Lenders that, on October 20, 2020, the Internal Revenue Service (IRS) issued [IRS Form 4506-C](#) for use by authorized IRS Income Verification Express Service (IVES) participants.

SBA's Standard Operating Procedure (SOP) 5010.6, Part 2, Section A, Chapter 6, Paragraph B, sets forth tax transcript/verification of financial information requirements. SBA Lenders must obtain tax return transcripts through the IVES program. SBA Lenders may either become an IVES participant or may contract with a third-party IVES participant to obtain tax return transcripts through the IVES program.

The IVES program will continue to accept IRS Form 4506-T through February 28, 2021. Beginning March 1, 2021, all IVES requests must be submitted on IRS Form 4506-C. SBA Lenders must continue to use the Qualified and Non-Qualified¹ coversheets with IRS Form 4506-C.

¹ Per the Taxpayer First Act, a "qualified disclosure" means a disclosure under section 6103(c) of the Internal Revenue Code of 1986 of returns or return information by the IRS to a person seeking to verify the income or creditworthiness of a taxpayer who is a borrower in the process of a loan application. Common examples of "qualified disclosures" are disclosures to lenders verifying income or creditworthiness on customers for various types of loans (auto, home mortgage, business, etc.). Some examples of non-qualified disclosures would be disclosures for tax administration, employment verification checks, and other non-lending purposes.

The following links provide additional guidance from IRS:

[Subscribe](#) to IRS IVES news

[FAQs](#) on the IRS IVES system

[Getting started](#) using IVES

Questions:

SBA Lenders that are IVES participants should direct questions to the IRS point of contact that was provided in the IVES welcome package. SBA Lenders that contract with a third-party IVES participant should direct questions to the IVES participant.

Dianna L. Seaborn
Director
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