

UNITED STATES BANKRUPTCY COURT  
DISTRICT OF CONNECTICUT

IN RE

TAX PROCEDURES

STANDING ORDER #4

It appears that because of the automatic stay provision of 11 U.S.C. § 362 the Internal Revenue Service is not assessing tax returns, is not setting off overpayments against balances due, and is withholding tax refunds due debtors in Chapter 7, 11 and 13 cases under the Bankruptcy Code. In the judgment of the Court, this action of the Internal Revenue Service hinders and delays administration of bankruptcy cases in this District. Moreover, this action causes debtors undue hardship. The Internal Revenue Service agrees with this conclusion. It now also appears that the State of Connecticut has enacted tax legislation which will similarly impact on debtors. It is therefore

ORDERED that the Internal Revenue Service and the Connecticut Department of Revenue Service be and hereby are each authorized and directed to assess voluntarily filed tax returns and make refunds in the ordinary course of business to debtors who have cases filed in this District, and the Internal Revenue Service and Connecticut Department of Revenue Services are each hereby authorized to offset against any refund due a debtor any taxes due the United States Government and State of Connecticut and it is

FURTHER ORDERED that the stay afforded 11 U.S.C. § 362 be,

and it hereby is, automatically modified as provided herein in any case filed in this District, unless otherwise ordered by the Court.

Dated at Hartford, Connecticut, this 17 day of *June*  
1992.

  
ROBERT L. KRECHEVSKY  
CHIEF BANKRUPTCY JUDGE

Dated at Hartford, Connecticut, this 17 day of *June*  
1992.

  
ALAN H. W. SHIFF  
UNITED STATES BANKRUPTCY JUDGE