



MANUAL TRANSMITTAL

Department of the Treasury
Internal Revenue Service

4.62.3

MARCH 6, 2023

EFFECTIVE DATE

(03-06-2023)

PURPOSE

- (1) This transmits revised IRM 4.62.3, International Relations, Requests for Representation Funds and Gifts for Foreign Officials.

MATERIAL CHANGES

- (1) IRM 4.62.3.1, Program Scope and Objectives: Added Purpose, Audience, Policy Owner, Program Owner, and Primary Stakeholders paragraphs in accordance with IRM 1.11.2, Internal Management Documents System, Internal Revenue Manual (IRM) Process.
- (2) Added internal control subsections for Program Management and Review (IRM 4.62.3.1.4), Program Controls (IRM 4.62.3.1.5), and Related Resources (IRM 4.62.3.1.7) in accordance with IRM 1.11.2.2.5 Address Management and Internal Controls.
- (3) IRM 4.62.3.1.6, Acronyms: Replaced ADCI with LB&I.
- (4) IRM 4.62.3.2, Replaced LB&I Resource Solutions Customer Liaison Budget Team with LB&I Resource Solutions Finance Customer Support Budget Team.
- (5) Updated link to SF 1034 in both 4.62.3.5 and 4.62.3.6.
- (6) Replaced Assistant Deputy Commissioner International (ADCI) with LB&I Program Manager of Strategic Programs throughout.
- (7) Editorial changes made throughout.

EFFECT ON OTHER DOCUMENTS

IRM 4.62.3, dated April 05, 2019, is superseded.

AUDIENCE

All operating divisions and functions are required to use this IRM.

Theodore D. Setzer
Assistant Deputy Commissioner Compliance Integration
Large Business and International Division

4.62.3

Requests for Representation Funds and Gifts for Foreign Officials

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4.62.3.1
(03-06-2023)
Program Scope and Objectives

- (1) **Purpose:** The Representation Fund (Rep. Fund) is a budget allocation used to facilitate official reception and representation activities that further the interests of the U.S. tax administration system. Such activities are intended to increase cooperation with foreign governments and with public or private organizations outside of the Federal Government.
- (2) **Audience:** All IRS employees are required to use this IRM.
- (3) **Policy Owner:** LB&I Policy under the Strategy, Policy and Governance office in the Assistant Deputy Commissioner Compliance Integration organization.
- (4) **Program Owner:** LB&I Program Manager of Strategic Programs.
- (5) **Primary Stakeholders:** All IRS employees that request approved reimbursements from the Rep. Fund.

4.62.3.1.1
(03-20-2017)
Background

- (1) The Rep. Fund is intended to cover allowable expenditures by IRS employees in providing suitable representation to foreign government officials or other agents, within the limitations described in this text.

4.62.3.1.2
(03-06-2023)
Authority

- (1) A memorandum making the Assistant Commissioner (International) the Plan Manager for the Rep. Fund was signed by the Acting Assistant Commissioner (Human Resources) on July 20, 1986.
- (2) LB&I Program Manager of Strategic Programs replaced the Assistant Deputy Commissioner International (ADCI) as the “authorizing official” for the Rep. Fund.

4.62.3.1.3
(03-20-2017)
Responsibilities

- (1) It is the responsibility of the Beckley Finance Center to record all obligations against the fiscal year in which the event occurred and make all reimbursements and payments associated with the Rep. Fund.
- (2) Rep. Fund obligations must be processed through LB&I.

4.62.3.1.4
(03-06-2023)
Program Management and Review

- (1) The LB&I Program Manager of Strategic Programs must pre-approve all Rep.Fund requests and approve all Rep. Fund reimbursement requests.
- (2) The Rep. Fund Coordinator maintains the list of IRS employees and guests participating in representation activity, including participants’ titles.

4.62.3.1.5
(03-06-2023)
Program Controls

- (1) The Rep. Fund Coordinator and LB&I Program Manager of Strategic Programs conduct a quarterly reconciliation of the Rep. Fund.

4.62.3.1.6
(03-06-2023)
Acronyms

- (1) The following table contains commonly used acronyms and their definitions:

Acronym	Definition
CFO	Chief Financial Officer
LB&I	Large Business and International

Acronym	Definition
PPS	Procurement for the Public Sector
Rep. Fund	Representation Fund

4.62.3.1.7
(03-06-2023)

Related Resources

- (1) For the current Rep. Fund Coordinator information, see the Commissioner's Representation Fund - Management page on the LB&I Program and Services site at https://irsource.web.irs.gov/LBI/Lists/LBI_Programs/DispForm.aspx?ID=58&Source=https%3A%2F%2Firsource%2Eweb%2Eirs%2Egov%2FLBI%2FLists%2FLBI%5FPrograms%2FAIItems%2Easpx%3FPaged%3DTRUE%26p%5FTitle%3DCoaching%2520Community%2520of%2520Practice%26p%5FID%3D462%26PageFirstRow%3D41%26%26View%3D%7B64101F2C%2DAD37%2D408C%2D9C2A%2D40E59E482D9C%7D&ContentTypeId=0x0100E36F8632D060614EAF0A2F7081D09B73. The current Rep. Fund Coordinator is the first name listed in the POC/Advisor section.

4.62.3.2
(03-06-2023)

**Representation Fund
Budget Allocation
Process**

- (1) The Chief Financial Officer (CFO) allocates the Rep. Funds approved by Congress to LB&I Finance.
- (2) LB&I Finance allocates the entire fiscal year funding to LB&I Headquarters for managing and maintaining the budget.
- (3) The Rep. Fund Coordinator, who is in the LB&I Resource Solutions Finance Customer Support Budget Team, creates a bulk funding account to be used to reimburse the requester's approved expenses.

4.62.3.3
(03-06-2023)

**Criteria for Rep. Fund
Expenditures**

- (1) Certain types of expenses associated with fulfilling the functions of the IRS are normally allowable at the discretion of the authorizing official. These expenses include:
 - a. Entertainment costs incurred to promote official relationships with foreign governments, state officials and representatives of organizations necessary to enhance the performance of IRS.
 - b. The purchase of centerpieces or other items dictated by custom for official functions or events. (This type of expense must receive prior approval because of certain appropriation prohibitions and fund limitations.)
 - c. Alcoholic beverage purchases must be requested in advance and approved by LB&I Program Manager of Strategic Programs prior to purchase.
 - d. Light refreshments for foreign dignitaries may use the Rep. Fund if requested and approved by LB&I Program Manager of Strategic Programs prior to the event.
- (2) Prior to approving any expenditure, the authorizing official examines the intended expenditure to determine whether:
 - a. The scale of the entertainment is suited to the purpose for which the funds are to be expended. The rank and importance of the persons in attendance to the nature and expense of the entertainment is evaluated.
 - b. The number of federal employees and their spouses in attendance at a function hosted by the Service is appropriate in relation to but cannot

exceed the number of other attendees. (Additional IRS personnel beyond the number authorized may attend the representation functions at their personal expense.)

- c. Participation by relatives or companions of IRS employees attending an event for which Rep. Funds are expended will be reviewed to ensure that attendance is appropriate and necessary as dictated by proper etiquette. (In the presence of the spouse of a foreign dignitary, it would be appropriate for the IRS official to include his/her spouse).
- d. In the world of international business, the exchange of gifts between officials is commonplace. The Rep. Fund may be used to purchase gifts for foreign dignitaries as part of the expected code of behavior. However, such purchases and their accompanying circumstances must be reviewed and approved by LB&I Program Manager of Strategic Programs prior to purchase.

4.62.3.4
(03-06-2023)
Prohibitions in the Use of the Rep. Fund

- (1) All Rep. Fund requests must be pre-approved by LB&I Program Manager of Strategic Programs prior to the funds being used.
- (2) Expenses should not exceed the pre-approved amount. If an exception unavoidably occurs, LB&I Program Manager of Strategic Programs reviews the circumstances after the fact, and makes the determination regarding additional reimbursement.
- (3) The fund may not be used for:
 - a. The hire, purchase, operation or repair of any passenger-carrying vehicle.
 - b. Expenses of printing or for the purchase of stationery or cards except for invitations to official functions.
 - c. Expenses incurred for entertainment solely for employees of the Internal Revenue Service and/or their families.
- (4) An IRS employee who has a meal paid for by the Rep. Fund and who is on per diem is not allowed to claim the entire meal and incidental expenditures (M & IE) amount on his/her travel voucher. If a person on per diem has a meal paid for by the Rep. Fund, he/she reduces the allowable M & IE rate on their travel voucher.

4.62.3.5
(03-06-2023)
Procedures for Requesting Rep. Funds

- (1) The table below contains specific guidelines for requesting Rep. Funds before the event.

Step	Action	By Whom	When	Forwarded to
1	Form 9258 completed	Requester	At least 2 weeks prior to event	Rep. Fund Coordinator
2	Form 9258 forwarded for approval	Rep. Fund Coordinator	As received	LB&I Program Manager of Strategic Programs
3	Approved Form 9258 received	Rep. Fund Coordinator	When signed	Requester

The requester can hold event only after receiving the approved Form 9258.

- (2) The table below contains the guidelines for requesting Rep. Funds reimbursement after the event:

Step	Action	By Whom	When	Forwarded to:
1	Form 9259, 9260, 9261 (if required), detailed invoices or receipts and bank statement	Requester	No more than 5 business days after event (See Exception below)	Rep. Fund Coordinator
2	Completed SF 1034	Rep. Fund Coordinator	After receipt of Forms 9259, 9260 and 9261 (if required)	LB&I Program Manager of Strategic Programs
3	Forms 9258, 9259, 9260, 9261(if required), invoices/receipts and SF 1034 or bank statement	Rep. Fund. Coordinator	Signed by LB&I Program Manager of Strategic Programs	Beckley Finance Center, Beckley WV for payment

Exception: When the Small Purchase Card is used, the Cardholder will complete the required forms and submit to the Rep. Fund Coordinator within 15 days of receiving his/her Small Purchase Card bank statement.

- (3) Obtain forms required to request and process Rep. Fund expenditures by contacting the Rep. Fund Coordinator. These forms are also available on the IRS website. Contact the Rep. Fund Coordinator regarding any Rep. Fund questions.
- (4) Requester should use a Small Purchase Card if time allows or a personal credit card or cash to pay for the meal or gifts using Rep. Funds. The administrative assistant to the LB&I Program Manager of Strategic Programs or the administrative assistant to the LB&I Commissioner will be the cardholders who have the correct merchant codes to do these transactions. If time does not allow, you may use a personal credit card and be reimbursed.
- (5) In those cases where a SF 1034, Public Voucher for Purchases and Services Other than Personal, is used, Beckley Finance Center makes the payment by direct deposit to the claimant or vendor whose name and address appears on SF 1034 (<https://www.gsa.gov/forms-library/public-voucher-purchases-and-services-other-personal>).
- (6) If the invoice is in a foreign currency or does not equal the amount claimed:
- Form 9261, Methodology to Rectify Amount Claimed With Invoice or Receipt, should be completed and attached to Form 9259, Information With Respect to Reimbursement of Representation Expenses.
 - Complete Section I of Form 9261. The exchange rate to be used is the rate in effect on the date on which the expenditure is paid.
- (7) If persons attend an international business activity who are not pre-approved by the authorizing official, complete Section 2 of Form 9261. This process is

outlined in IRM 4.62.3.3(2)(b), which covers non-authorized IRS employees who may attend representation activities at their own expense.

4.62.3.6
(03-06-2023)
Accountability for Rep. Funds

- (1) The Rep. Fund Coordinator prepares all reimbursement requests for approval by LB&I Program Manager of Strategic Programs, and transmittal to the Beckley Finance Center. The following documents are forwarded:
 - a. SF 1034, Public Voucher for Purchases and Services Other than Personal at <https://www.gsa.gov/forms-library/public-voucher-purchases-and-services-other-personal>
 - b. Form 9258, Request for Representation Funds
 - c. Form 9259, Information with Respect to Reimbursement of Representation Expenses
 - d. Form 9260, Invoice/Receipt
 - e. Form 9261, Methodology to Rectify Amount Claimed with Invoice or Receipt Form (if required)
- (2) The Rep. Fund Coordinator is responsible for maintaining the following data:
 - a. The list of IRS employees and guests participating in representation activity, including participants' titles. In the case of foreign guests, the country represented should be listed.
 - b. The date of activity, name and location (city/state) of the vendor providing the representation activity
 - c. The amount of funds expended and photocopies of receipts
 - d. The purpose of activity or expenditure
 - e. The name and title of person receiving reimbursement
- (3) The Rep. Fund Coordinator and LB&I Program Manager of Strategic Programs will conduct a quarterly reconciliation of the Rep. Fund.

4.62.3.7
(03-20-2017)
Rep. Fund Gift Distribution Guidelines

- (1) The requester is to send the Rep. Fund Coordinator the following information:
 - a. Name and title
 - b. Post
 - c. Telephone number
 - d. Type of gift
 - e. Name and title of recipient
 - f. Name of foreign government
 - g. Circumstances surrounding presentation of gift
- (2) Gifts that are not distributed are to be returned to the Rep. Fund Coordinator to be added back to the inventory. A note will be added to the original request about the return gift(s).

4.62.3.8
(03-06-2023)
Last Minute Usage of the Rep. Fund

- (1) Last minute usage is allowed when a need occurs less than two weeks prior to the event. Along with contacting the Rep. Fund Coordinator, you will be required to work with a designated purchase cardholder to pay for meal or gifts. The cardholder would be either the administrative assistant to LB&I Program Manager of Strategic Programs or the administrative assistant to the LB&I Commissioner. They will be able to get special merchant codes that will

allow them to make the purchase with the Small Purchase Card for dining. All other requirements for Rep. Funds are the same for a request within the two-week notice.