

turns, collection of delinquent accounts and canvassing for delinquent returns; maintains technical and advisory contact with the field offices.

5. *Assistant District Commissioner, Intelligence.* Under the District Commissioner plans and directs the activities of the headquarters office and plans and coordinates activities of the field Intelligence Division; responsible for planning programs and policies relating to tax fraud investigations (other than alcohol and tobacco tax cases), investigations of charges against persons enrolled to practice before the Treasury Department and of applicants for enrollment, and of such other special investigations as the Commissioner may direct; review of reports submitted by special agents in his district.

6. *Assistant District Commissioner, Alcohol and Tobacco Tax.* Under District Commissioner is responsible, within the District, for the administration and enforcement of the internal revenue laws relating to alcohol, alcoholic beverages and tobacco, the Federal Alcohol Administration Act, the National and Federal Firearms Acts, the Liquor Enforcement Act of 1936, the Act of August 9, 1939, as it relates to firearms, the shipment of liquor in interstate commerce, and for the investigation of Bureau of Internal Revenue cases involving claims against the Government under the Federal Tort Claims Act. More specifically, is charged with the supervision and regulation of the liquor and tobacco industries; approval and denial of bonds, permits, plans and plans; the determination of liquor and tobacco taxes and penalties; and the investigation, detection, and prevention of violations of laws relating to alcoholic liquors, tobacco and firearms, including general supervision over the activities of all agents and employees engaged in the enforcement of such laws.

7. *Assistant District Commissioner, Appellate.* Under direct delegation from the Commissioner: (1) Exercises exclusive authority to determine the tax liability in Federal income, profits, estate, gift, excise (other than alcohol, tobacco, narcotics, and firearms), and employment tax cases originating in the office of a Director of Internal Revenue situated within the District and not docketed in The Tax Court of the United States, in which the taxpayer has protested the determination of tax liability made by the Director and has requested consideration by the Appellate Division; and (2) Exercises exclusive authority to settle, with the concurrence of Appellate Counsel, any case docketed in the Tax Court and calendared for hearing within the District; *Provided*, That he will not eliminate the ad valorem fraud or negligence penalty except with the concurrence of Appellate Counsel; act in any case in which criminal prosecution is under consideration; or modify any determination of an issue under section 722 except with concurrence of the Excess Profits Tax Council.

With respect to such taxes, exercises exclusive authority with respect to Closing Agreements for past years considered under section 3760 and rejections of Offers in Compromise involving tax liability in excess of \$5,000 considered under section 3761. Insofar as the District is concerned, exercises final approval authority on acceptance of Offers in Compromise involving tax liability in excess of \$5,000.

Signs on behalf of the Commissioner all statutory notices issued by the Appellate Division.

Exercises general supervision over all the appellate work of the District and is responsible for the coordination of all its appellate activities.

Furnishes the District Commissioner with information as to workload, case dispositions, personnel and space, equipment and supply

needs. Furnishes the headquarters office at Washington with prescribed statistical data and any other information called for by the Assistant Commissioner, Operations, for use in supervising and coordinating the appellate activities of all the Districts.

EXHIBIT B

FUNCTIONS OF OFFICE OF DIRECTOR OF INTERNAL REVENUE

1. *Director of Internal Revenue.* Responsible for the execution of established policies and procedures covering the assessment and collection of all Internal Revenue taxes; sale of revenue stamps, and the enforcement of all Internal Revenue laws and related statutes within the district; supervises and coordinates the work of the several field divisions and branch offices; responsible for the activities relating to personnel, training programs, information and office services; prepares budget estimates, controls funds for the district; and for the receipt of all types of tax returns and adequate service to the public. Such functions are hereinafter more particularly described and shall be performed through the heads of the following divisions to be established in his office.

2. *Administrative Division.* Responsible for supervision and coordination of: All activities relating to personnel, training, information, office services, communications (including teletype), requests for space and operating reports within the division.

3. *Collection Division.* Responsible for the receipt of all tax returns and funds tendered in payment of all taxes; the administration of all taxpayer's accounts, general accounting and the processing of returns; the preparation of the accounting documents required to effect the transfer of funds erroneously received and deposited; the direction, supervision and coordination of the activities of the division and field offices.

4. *Audit Division.* Responsible for the examination of all classes of tax returns (except alcohol and tobacco tax), the collection of delinquent accounts with all related duties and canvassing for delinquent returns.

5. *Intelligence Division.* Responsible for the investigation of tax fraud, enrollment, and other types of cases delegated to the Intelligence Division, and the preparation of prosecution and tax reports thereon; for operation of special racketeer tax drive and approval of all such cases for closing; and enforcement of the wagering tax law.

Makes appropriate recommendations covering prosecution, fraud penalty, and civil liability features of cases. Assists U. S. Attorneys in court trial cases.

Reviews reports submitted by special agents with a view to determining whether the special agent's report is complete and his recommendation is sound.

6. *Alcohol and Tobacco Tax Division.* Responsible for the investigation, prevention, and detection of violations of the Internal Revenue liquor and tobacco laws, the Federal Alcohol Administration Act, the Liquor Enforcement Act of 1936, the National and Federal Firearms Acts, the act of August 9, 1939, as it relates to firearms, and the regulations promulgated thereunder; the apprehension of violators against such laws and the submission of evidence adduced to U. S. Attorneys for criminal prosecution and to the District Commissioner's office for administrative action; the seizure, custody, forfeiture, and disposition of contraband or other property seized under the Internal Revenue liquor and tobacco laws, the National Firearms Act, and the act of August 9, 1939; the enforcement of the laws and regulations for the control of the flow of raw materials and containers used in the manufacture of distilled spirits; the investigation of Bureau of Internal Revenue cases involving possible claims against the United States under the Federal Tort Claims Act; and for

the direction of the activities of investigators assigned to his district.

Acts as assigning officer for the District Commissioner's office in making assignments of scheduled plant and permit inspections and special inspections to inspectors having posts of duty in the district at other than the District Commissioner's office, and in detailing Storekeeper-gaugers to plants at which liquors are produced or stored, as directed by the District Commissioner's office.

[F. R. Doc. 52-5572; Filed, May 19, 1952; 8:55 a. m.]

[Commissioner's Reorganization Order No. Chi-2]

DISTRICT COMMISSIONER AND DIRECTORS OF INTERNAL REVENUE FOR THE CHICAGO DISTRICT

INTERIM DELEGATION OF AUTHORITY PENDING REORGANIZATION OF ADDITIONAL DISTRICT OFFICES

Pursuant to the authority vested in me as Commissioner of Internal Revenue, it is directed that:

1. In addition to the authority delegated to the District Commissioner for the Chicago District by Commissioner's Reorganization Order No. Chi-1,<sup>1</sup> the District Commissioner for the Chicago District is hereby vested with general supervision over the operations of the following offices with respect to areas outside of the State of Illinois:

(a) The Chicago District Intelligence Division (comprised of the States of Illinois, Indiana, and Wisconsin);

(b) The Alcohol and Tobacco Tax Supervisory District No. 9 (comprised of the States of Illinois, Indiana, and Wisconsin);

(c) The Chicago District of the Appellate Division (comprised of the States of Illinois, Minnesota, North Dakota, South Dakota, and Wisconsin), subject, however, to the provisions of Commissioner's Reorganization Order No. 2 (relating to the functions of the Appellate Division).

2. Pending the issuance of further instructions, officers, agencies and employees of the offices listed in paragraph 1 shall continue to perform the functions they were authorized to perform immediately prior to the effective date of this order in accordance with authorized regulations and procedures in effect at such time.

3. This order shall be effective as of 12:01 a. m., May 20, 1952.

Dated: May 15, 1952.

[SEAL] JOHN B. DUNLAP,  
Commissioner.

[F. R. Doc. 52-5573; Filed, May 19, 1952; 8:55 a. m.]

Office of the Secretary  
CHIEF COUNSEL FOR BUREAU OF INTERNAL REVENUE  
ASSIGNMENT AND DELEGATION OF AUTHORITY

The following order was issued by the General Counsel and approved by the

<sup>1</sup> For Commissioner's Reorganization Order No. Chi-1, see F. R. Doc. 52-5572, *supra*.

Secretary of the Treasury under date of May 8, 1952:

Pursuant to Reorganization Plan No. 1 of 1952, Reorganization Plan No. 26 of 1950, and section 3930 of the Internal Revenue Code, the Assistant General Counsel whose office was established by Reorganization Plan No. 1 of 1952 shall serve as chief counsel for the Bureau of Internal Revenue, and all the authority, duties, and functions pertaining to the Bureau of Internal Revenue set forth in Order Delegating Authority, dated September 21, 1937, as amended, are delegated to that Assistant General Counsel, effective upon the entrance on duty of the first incumbent of the position.

THOMAS J. LYNCH,  
*General Counsel.*

Approved:

JOHN W. SNYDER,  
*Secretary of the Treasury.*

[F. R. Doc. 52-5610; Filed, May 19, 1952;  
8:57 a. m.]

[Treasury Department Order No. 150-1]

ASSISTANT GENERAL COUNSEL FOR BUREAU  
OF INTERNAL REVENUE

ABOLITION OF OFFICE

The following order was issued by the Secretary of the Treasury under date of May 8, 1952:

Pursuant to the provisions of section 1 of Reorganization Plan No. 1 of 1952, the office of Assistant General Counsel for the Bureau of Internal Revenue, provided for in section 3931 of the Internal Revenue Code, is abolished, effective upon the entrance on duty of the Assistant General Counsel appointed pursuant to section 2 (b) of Reorganization Plan No. 1 of 1952.

JOHN W. SNYDER,  
*Secretary of the Treasury.*

[F. R. Doc. 52-5611; Filed, May 19, 1952;  
8:57 a. m.]

[Treasury Department Order No. 150-2]

COMMISSIONER OF INTERNAL REVENUE

DELEGATION OF GENERAL AUTHORITY OVER  
FUNCTIONS IN BUREAU OF INTERNAL  
REVENUE

By virtue of the authority vested in me by Reorganization Plan No. 26 of 1950, there are hereby transferred to the Commissioner of Internal Revenue, to the extent not heretofore transferred to him, the functions of all officers, employees, and agencies of the Bureau of Internal Revenue, except the functions of the Assistant General Counsel serving as chief counsel for the Bureau of Internal Revenue.

The functions herein transferred may be delegated by the Commissioner to subordinates in the Bureau of Internal Revenue in such manner as he shall from time to time direct.

This order shall become effective as of May 15, 1952.

Dated: May 15, 1952.

[SEAL] JOHN W. SNYDER,  
*Secretary of the Treasury.*

[F. R. Doc. 52-5569; Filed, May 19, 1952;  
8:55 a. m.]

[Treasury Department Order No. 150-3]

BUREAU OF INTERNAL REVENUE;  
REORGANIZATION

ABOLITION OF OFFICES OF COLLECTORS AND  
DEPUTY COLLECTORS OF ILLINOIS COLLEC-  
TION DISTRICTS; ESTABLISHMENT OF OF-  
FICES OF DISTRICT COMMISSIONER AND  
DIRECTORS OF INTERNAL REVENUE

By virtue of the authority vested in me as Secretary of the Treasury by Reorganization Plan No. 26 of 1950 and Reorganization Plan No. 1 of 1952:

1. *Abolition of existing offices.* The abolition of the offices of Collector of Internal Revenue and Deputy Collector for the First and Eighth Collection Districts of Illinois shall become effective as of 12 o'clock midnight, May 19, 1952.

2. *Establishment of District Commissioner.* Effective as of 12:01 a. m., May 20, 1952, there is hereby established within the State of Illinois, and for such State, an office of District Commissioner of Internal Revenue.

3. *Name and composition of District.* The District hereby created shall be known as the Chicago District and shall be comprised of the entire State of Illinois.

4. *Location of headquarters.* The headquarters office shall be located in the City of Chicago, Illinois.

5. *Establishment of offices of Director of Internal Revenue.* Effective as of 12:01 a. m., May 20, 1952, there are hereby created the following offices within the Chicago District:

(a) Director of Internal Revenue for the First Collection District of Illinois (as presently constituted). Such office shall have the operating title of Director of Internal Revenue, Chicago.

(b) Director of Internal Revenue for the Eighth Collection District of Illinois (as presently constituted). Such office shall have the operating title of Director of Internal Revenue, Springfield.

Dated: May 15, 1952.

[SEAL] JOHN W. SNYDER,  
*Secretary of the Treasury.*

[F. R. Doc. 52-5570; Filed, May 19, 1952;  
8:55 a. m.]

## VETERANS' ADMINISTRATION

### STATEMENT OF ORGANIZATION

The Veterans' Administration Statement of Organization (15 F. R. 7851, 16 F. R. 2450, and 16 F. R. 5029) is further amended as follows:

1. In section 1, paragraph (b) (2) is amended to read as follows:

SECTION 1. *General.* \* \* \*  
(b) *General description of organiza-*  
*tion.* \* \* \*

(2) The Veterans' Administration is organizationally divided as follows:

Central office, district offices, regional offices, hospitals, centers, domiciliaries, VA offices, supply depots, forms depots, records service center, and publications depot.

2. In section 2, paragraphs (f), (h), (i), (l), and (m) are amended to read as follows:

SEC. 2. *Central office.* \* \* \*

(f) *Office of the assistant administrator for contact and administrative services*—(1) *Mission.* Formulates policies, plans, and procedures for the contact and administrative services of the Veterans' Administration; exercises direct supervision over activities under the immediate jurisdiction of the central office; and maintains staff supervision over counterpart activities located in field stations.

(2) *Major functions.* The office of the assistant administrator for contact and administrative services performs the following major functions:

(i) Administers the security information program within the Veterans' Administration and in this connection formulates policies, standards, and procedures for the transmission, handling, and safeguarding of official information in consonance with Executive Order 10290, dated September 24, 1951; maintains continuing staff supervision and appraisal of contact and administrative services activities at all operating locations.

(ii) Conducts a program concerned with furnishing advice and assistance to veterans, their beneficiaries and dependents at the central office and formulates policies, standards, and procedures for such activity at field stations.

(iii) Formulates policies, standards, and procedures for: (a) Receipt, disposition, and dispatch of mailable matter, (b) provision of messenger or courier service, (c) indexing and identification of applications for benefits and related material, (d) initial development of benefit claims including acquisition and consolidation of service or other evidentiary data from defense establishments or other sources, (e) custody, maintenance, and movement of veterans' records and centralized general administrative files, (f) segregation and physical disposition of records, (g) procurement of common carrier or other transportation for persons, (h) installation and use of machine records and accounting equipment, (i) procurement and utilization of electrical communicating equipment, and (j) provision of information reception service; maintains liaison with other agencies on records operations and procedures including the procurement and transfer of records to and from those agencies.

(iv) Formulates policies, standards, and procedures for the procurement or production, stockage, and distribution of printed and duplicated material, and the production, control, and distribution of graphic arts, exhibits, and visual aids; furnishes technical assistance in the operation of therapeutic printing plants; provides printing or duplicating and distribution services.

(v) Administers the records management program involving formulation of policies, standards, and procedures for the creation, classification, maintenance,