IRM PROCEDURAL UPDATE

DATE: 03/13/2025

NUMBER: ts-03-0325-0350

SUBJECT: Updates for Clarification

AFFECTED IRM(s)/SUBSECTION(s): 3.12.220

CHANGE(s):

IRM 3.12.220.2.8(1) - Updated verbiage for plain language.

(1) Taxpayers may attach the following forms to Form 720 returns.

Form	Title	Related IRS Numbers
Form 6197	Gas Guzzler Tax	40
Form 6627	Environmental Taxes	17,18, 19, 20, 21, 54 and 98
Form 7208	Excise Tax on Repurchase of Corporate Stock	150 **Note:** Valid for tax period 202409 and later.
Form 8849	Claim for Refund of Excise Taxes	Form 8849, Claim for Refund of Excise Taxes, if it is being used to support line 4. **Note:** If the Form 8849 is not being used to support line 4 of the Form 720, detach, make a copy of the Form 720 and forward to: Internal Revenue Service Stop 5701G 7940 Kentucky Dr Florence, KY 41042

IRM 3.12.220.7.20.1(4), (7) Table - Updated exhibit name and the Error Code in the table.

(4) See Exhibit 3.12.220-2, IRS Number Tax Period Table.

(5) If the taxpayer files IRS Number 133 along with other IRS Numbers on the return and the tax period is other than the second quarter, prepare a dummy return for the fee reported under IRS Number 133 and process it as a second quarter return using CCC X. See IRM 3.12.38, Error Resolution - BMF General Instructions, for additional information on preparing dummy returns and IRM 3.12.38.5.6, Credit Transfers, for procedures for applying payments correctly.

Exception: If the taxpayer has filed a Form 720 for quarters 1, 3, and/or 4 and the PCOR fee being reported is zero, N/A, none, - (dash), etc. do not prepare a dummy return for the second quarter just to post the zero amount for PCOR fee. Delete the PCOR entry.

(6) For Form 720 revisions prior to April 2016, if the amount for PCOR in column (c) is less than the number of lives in column (a) and the amount in column (c) appears to be the rate for column (b), then calculate the fee for column (c) by multiplying column (a) by the implied rate for column (b) and enter in column (c).

(7) If the taxpayer is paying a tax that is no longer in effect or has not yet become effective, delete the IRS Number and corresponding tax. Follow the instructions below to delete an invalid tax:

If:	Then:
There are no valid IRS Numbers present on the return,	Change Field 01NUM to 80 and delete the amount in Field 0103, as well as any entries in Sections 02 and 03. The response will be Error Code 436 only if the amount is greater # [redacted] # Use TPNC 90 with Literal 330 to explain the correction to the taxpayer.
One or more valid IRS Number(s) is present on the return,	Delete the IRS Number and tax for the invalid number in Section 02 or 03. The response will be Error Code 428 or 436. Use TPNC 90 with Literal 330 to explain the correction to the taxpayer.

Caution: Do not delete the tax unless it is clear that the IRS number is invalid.

IRM 3.12.220.7.37(4) - Updated the Job Aid references.

(4) Appropriate TPNC Codes are 01, 24, and 90.

- TPNC 01 - We found an error in the computation of the balance due or the overpayment amount.
- TPNC 24 - We found an error in the amount reported as total Federal Tax Deposits for the quarter and/or overpayment from the previous quarter.
- TPNC 90 - Open paragraph with no pre-written text.
  See http://serp.enterprise.irs.gov/databases/portals/sp/bmf/notice-review/job-aids/tpnc-90-math-error-code.doc, TPNC 90 Math Error Code Job Aid for additional information on TPNC 90 paragraphs and https://serp.enterprise.irs.gov/databases/portals/sp/bmf/ers/job-aids/tpnc-90-literals.txt, TPNC 90 Literals-Copy and Paste Job Aid.