



DEPARTMENT OF THE TREASURY
INTERNAL REVENUE SERVICE
Washington, D.C. 20224

SMALL BUSINESS/SELF-EMPLOYED

March 13, 2014

Control #: SBSE- 04-0314-0025
Affected IRM: 4.24.17.5(6)
Expiration Date: March 13, 2015

MEMORANDUM FOR ALL EXCISE SENIOR MANAGERS, PROGRAM MANAGERS,
FIELD MANAGERS, REVENUE AGENTS, AND
CENTRALIZED EXCISE OPERATIONS

FROM: Holly L. McCann /s/Holly L. McCann
Chief, Excise Tax Program

SUBJECT: New MFT and Activity Code for IRC §§§§ 6675; 6718; 6719; and
6725 Penalty Assessments

The purpose of this memorandum is to inform you of a change to the Master File Tax (MFT) Account Code and Activity Code for certain penalty case controls. Please ensure that this information is distributed to all affected employees within your organization.

The ERCS system has been updated to include MFT "PH" and Activity Code "555", as new identification codes for the following penalty cases:

- §6675 - Excessive claim
- §6718 - Failure to display tax registration on vessels
- §6719 - Form 637 Registration, and
- §6725 - ExSTARS Information Reporting Penalty

ERCS will not accept MFT P9 and Activity Code 506 data entries. The new codes are to be used to establish these penalty cases. Active cases established under the old codes will remain in place and closed in the original status.

This guidance will be incorporated into IRM 4.24.17.5(6)(f) prior to the expiration of this memo.

If you have any questions, please contact Ronald Sass, Senior Fuel Policy Analyst.

Cc: www.IRS.gov