



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

SMALL BUSINESS/SELF-EMPLOYED DIVISION

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MEMORANDUM FOR DIRECTORS, FIELD COLLECTION AREA OPERATIONS  
DIRECTOR, ADVISORY AND INSOLVENCY

FROM: Rocco A. Steco /s/ *Rocco A. Steco*  
Acting Director, Collection Policy

SUBJECT: Identity Theft Indicator Codes

The purpose of this memorandum is to provide interim guidance for a change to requesting input of IMF identity theft indicator codes. This guidance will be included in the next revision of IRM 5.1.28, *Identity Theft for Collection Employees*. Please share this information with all affected personnel within your organization.

Overuse of the TC 971 AC 522 is having negative implications for the identity theft program so there is a change to the initial request for input of identity theft indicator codes. As before, prior to requesting input of TC 971 AC 522 PNDCLM or IRSID, research ENMOD or IMFOLE to ensure the indicators are not already posted. If no indicators are posted, then effective immediately, only one TC 971 AC 522 PNDCLM or IRSID will be posted to the entity module (ENMOD or IMFOLE) even if the identity theft affects multiple years. Enter the tax year affected by the identity theft in the Secondary Date Field on Form 4844. If more than one tax year is affected, then request input of a history item on ENMOD. Enter the earliest tax year affected in the secondary date field and in the Remarks section of Form 4844, state "add history item on ENMOD, identity theft on 20XX (tax periods)." If subsequent to the initial request for TC 971 AC 522 additional identity theft periods are identified, then complete Form 4844 with "add history item on ENMOD, identity theft on 20XX (tax periods)" in the Remarks.

For example - A taxpayer files Form 14039 reporting identity theft for tax years 2012 and 2013. Request input of TC 971 AC 522 PNDCLM via Form 4844. The Secondary Date Field will be 12312012, the earliest tax year affected by identity theft. In Remarks state, "add history item on ENMOD, identity theft on 2013."

Another change to the process is that Tax Administration Source NODCRQ is now obsolete and no longer valid for identity theft cases.

If you have any questions, please contact me, or members of your staff can contact Collection Policy analyst Maureen Rattie.

cc: Director, Field Collection  
Director, ECS  
[www.irs.gov](http://www.irs.gov)