

## IRM PROCEDURAL UPDATE

**DATE: 01/02/2026**

**NUMBER: ts-03-0126-0016**

**SUBJECT: Statute Return Processing**

**AFFECTED IRM(s)/SUBSECTION(s): 3.12.23**

**CHANGE(s):**

**IRM 3.12.23.2.21(3) - Removed instructions to bypass AM statute clearance. Accounts Management agreed to allow the Statute Bypass Memo to sunset on December 31, 2025.**

(3) If any of the conditions listed below are present, **do not** route to Statute Control for clearance. Instead, edit CCC "W" and continue processing:

- Dummy returns prepared by Centralized Specialty Tax Operation (CSTO).
- Compliance IRC 6020(b) returns.
- Secured by Examination/Collections, Secured by TE/GE, Secured by TE/GE EP Exam.
- Returns with "TC 59X" or "ICS" notated on the face of the return.
- Returns that are substitute for returns (SFR) prepared by Examination (SFR) in top margin of the return.
- Returns with a stamp indicating a previous clearance by Statute Control within the last 90 days.

**IRM 3.12.23.8.2.1(3) - Removed instructions to bypass AM statute clearance. Accounts Management agreed to allow the Statute Bypass Memo to sunset on December 31, 2025.**

(3) Use the procedures below to correct Tax Period errors.

<b>If:</b>	<b>Then:</b>
Return is for two or more tax periods and the information necessary for the preparation of the individual returns is present,	<ol style="list-style-type: none"><li>1. Reject with AC 3 and prepare Form 4227.</li><li>2. Rejects will change the numbered Form 730 to reflect the tax for the tax period on the Error Register.</li><li>3. If the return is a RPS return and you can determine that the money received with it now exceeds the tax reported on the return, enter CCC X in Field 01-E and on</li></ol>

	<p>the return.</p> <ol style="list-style-type: none"> <li>4. Prepare a dummy Form 730 for each of the remaining tax periods and send it to the Receipt and Control Batching Function.</li> <li>5. Prepare a Form 3465, Adjustment Request, request that available money be transferred from the tax period shown on the error register to the tax period to which the dummy will post. See IRM 3.12.38.5.7, <b>Credit Transfers</b></li> <li>6. Notate on the Form 3465 that a CCC X has been entered and must be released when the money is moved.</li> <li>7. Attach a copy of the Form 3465 to the dummy Form 730.</li> </ol>
<p>Return is for two or more tax periods, and the information necessary for preparing the individual returns is not present or shows a liability for only one tax period,</p>	<ol style="list-style-type: none"> <li>1. Correspond to request the information from the taxpayer and reject the return with AC 3.</li> <li>2. If the taxpayer does not respond, Rejects will process all liability and remittance to the earliest tax period shown.</li> <li>3. Photocopy the front of the return and notate "Photocopy, do not process."</li> <li>4. Prepare a Form 4227 and indicate "Multiple Period Case."</li> <li>5. Enter CCC 3 in Field 01-E.</li> <li>6. Route Form 4227, photocopy of return, all research and correspondence to the Cincinnati Campus Exam/AUR Centralized Excise Operation at: Internal Revenue Service Stop 5701G 7940 Kentucky Dr Florence, KY 41042</li> </ol>
<p>CCC W is not present and if the processing date is more than 2 years and 9 months after either the return due date on CCC G returns or the later of the return due date or received date on non-G coded returns</p>	<p>this field is invalid:</p> <ol style="list-style-type: none"> <li>1. Check to see if the return has been cleared by Statute Control.</li> <li>2. If it has, enter CCC W in Field 01-E.</li> <li>3. If it has not, reject with AC 3, attached Form 4227 and route to Statute Control.</li> </ol>
<p>CCC W is present, and the processing date is less than 2 years after the due date of the return,</p>	<p>this field and the CCC Field 01-E are invalid:</p> <ol style="list-style-type: none"> <li>1. Compare the code with the one placed</li> </ol>

	<p>on the Form 730 by Code and Edit.</p> <ol style="list-style-type: none"><li>2. If it is a transcription error, line out the CCC W in Field 01-E and enter the correct code above it.</li><li>3. If the tax period is incorrect, correct Field 01-D.</li></ol>
Form 730 is not a statute control document, but is CCC W coded,	Delete code on the return and on the error register.