

## IRM PROCEDURAL UPDATE

**DATE: 05/08/2024**

**NUMBER: ts-03-0524-0621**

**SUBJECT: Return Processing; Taxpayer Services; 1098-F - Box 9 Codes; 1099-B Dates**

**AFFECTED IRM(s)/SUBSECTION(s): 3.12.8**

**CHANGE(s):**

**IRM 3.12.8.1(5) - Updated Paper Processing to Return Processing.**

(5) **Program Owner:** Submission Processing, Return Processing Branch, Business Master File (BMF) Section.

**IRM 3.12.8.1.6(1) - Added new acronym Taxpayer Services (TS) to the Term/Acronym Definition Table.**

(1) Terms or acronyms present in this Internal Revenue Manual (IRM) include:

<b>Term/Acronym</b>	<b>Definition</b>
AC	Action Code
ATC	Account Type Code
AUSPC	Austin Submission Processing Campus
BMF	Business Master File
DLN	Document Locator Number
EIN	Employer Identification Number
EUP	Employee User Portal
FATCA	Foreign Account Tax Compliance Act
FLC	File Location Code
GMF	Generalized Mainline Framework
IMF	Individual Master File
IRA	Individual Retirement Account
IRIS	Information Returns Intake System
IRM	Internal Revenue Manual
IR MOD	Information Returns Modernization
IRP	Information Return Processing
IRPPD	Information Return Paper Processing Document
IRRP	Information Returns Review Portal
ISRP	Integrated Submission and Remittance Processing

KCSPC	Kansas City Submission Processing Campus
MCC	Major City Code
MFT	Master File Tax
NTIN	Negative TIN system
OSPC	Ogden Submission Processing Campus
Payer	Filer of income returns normally listed in Section 16
Payee	Taxpayer reported receiving income listed in Section 01 and returns other than Document Code (Doc Code) 69
PMF	Payer Master File
SCCF	Service Center Control File
SCRIPS	Service Center Recognition/Image Processing System
SCRS	Service Center Replacement System
SEID	Standard Employee Identifier
SME	Subject Matter Expert
SSN	Social Security Number
TIN	Taxpayer Identification Number
TS	Taxpayer Services
<b>Note:</b> Formerly W&I	<b>Note:</b> Formerly Wage and Investment
YYTY	Current tax year processed
YYPY	Current processing year
ZIP	Zone Improvement Plan

**IRM 3.12.8.5.1(8) c - Removed F, G, H, and I as valid codes for Form 1098-F, Box 9 per form instructions.**

(8) Field H, Box 9

- a. Entry from Box 9, "Code."
- b. Allow six or less alpha characters.
- c. Delete any characters other than the valid entries A, B, C, D, or E.
- d. Correct entries to sequential order.

**IRM 3.12.8.5(6) - Updated (10,000) to (50,000) to match the Functional Specification Package.**

(6) Returns transcribed with a money amount(s) of one million dollars or greater, or losses equal to or greater than (50,000) fall to the Error Register for review. Review transcription. If transcribed correctly and the documents do not meet fraudulent criteria, use Action Code (AC) "7". If the documents appear fraudulent delete the data record using AC "2". See Exhibit 3.12.8-9, Signs of Fraud, for examples of fraudulent criteria.

**Note:** Obtain returns with Account Type Code "S" from SCRIPS.

**IRM 3.12.8.8.3(1) - Removed where YYYY =YYTY (processing year minus 1) from the Note for Form 1099-B. The date is not restricted to YYTY.**

(1) **Boxes Displayed:**

<b>Location on Form 1099-B</b>	<b>Box name</b>	<b>Box type</b>	<b>+/-</b>
Box 1a	Description of property	Description - 100 characters allowed	N/A
Box 1b	Date acquired	Date <b>Note:</b> Enter the date in YYYYMMDD format.	N/A
Box 1c	Date sold or disposed	Date <b>Note:</b> Enter the date in YYYYMMDD format.	N/A
Box 1d	Proceeds	Money amount	+/-
Box 1e	Cost or other basis	Money amount	+/-
Box 1f	Accrued market discount	Money amount	+/-
Box 1g	Wash sale loss disallowed	Money amount	+/-
Box 2	Short-term or Long-term gain or loss or Ordinary checkbox	Checkboxes	N/A
Box 3	Collectibles or QOF checkbox	Checkboxes	N/A
Box 4	Federal income tax withheld	Money amount	+
Box 5	Check if noncovered security	Checkbox	N/A
Box 6	Report to IRS: Gross/Net proceeds	Checkboxes	N/A
Box 7	Check if loss is not allowed based on amount in Box 1d	Checkbox	N/A
Box 8	Profit (or loss) realized in YYTY on closed contracts	Money amount	+/-
Box 9	Unrealized profits or (loss) on open contracts 12/31/YYTY-1	Money amount	+/-
CUSIP number	Box under recipient entity in lower left-hand corner	Numeric - 13 characters allowed	N/A
FATCA checkbox	Checkbox found under the recipient entity in the lower left side of the document, FATCA filing requirement	Checkbox	N/A
Box 10	Unrealized profits or (loss) on open contracts 12/31/YYTY	Money amount	+/-
Box 11	Aggregate profit or (loss) on contracts.	Money amount	+/-
Box 12	Check if basis reported to IRS	Checkbox	N/A
Box 13	Bartering	Money amount	+

**IRM 3.12.8 - Revised throughout to update organizational title Wage and Investment (W&I) to Taxpayer Services (TS).**