

IRM PROCEDURAL UPDATE

DATE: 10/05/2026

NUMBER: ts-03-1026-0827

SUBJECT: Section 1062 Updates

AFFECTED IRM(s)/SUBSECTION(s): 3.12.251

CHANGE(s):

IRM 3.12.251.5.8(3) - Updated the valid tax periods for Return Processing Code "P."

(3) Correction Procedures:

- a. Correct misplaced entries and transcription errors.
- b. When the code(s) entered on the return are illegible or invalid, examine the return and enter the correct code from the table below:

Note: RPCs do not have to be entered in any specific order.

RPC	Explanation
A	Form 5471, Schedule E, Income, War Profits, and Excess Profits Taxes Paid or Accrued, is attached.
B	Form 5471, Schedule H, Current Earnings and Profits, is attached.
C	Form 5471, Schedule I-1 Information for Global Intangible Low-Taxed Income, is attached.
D	Form 5471, Schedule P, Previously Taxed Earnings and Profits of U.S. Shareholder of Certain Foreign Corporations, is attached.
E	Form 8865, Schedule G, Statement of Application for the Gain Deferral Method Under Section 721(c), is attached.
F	Form 8865, Schedule H, Acceleration Events and Exceptions Reporting Relating to Gain Deferral Method Under Section 721(c), is attached.
G	Form 5471, Schedule G-1, Cost Sharing Arrangement is attached.
H	Form 5472, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business, Part VIII has an entry (e.g., description, checkbox marked, percent, or an amount).

J	For tax periods 202201 - 202212, taxpayer writes IRA22DPE on Form 3800, Form 1120, Schedule J, Line 20d or on an attachment.
K	For tax periods 202201 - 202212, taxpayer writes IRA22TRE on Form 3800 at the top of the return, or on an attachment.
L	Form 7204, Consent to Extend the Time to Assess Tax Related to Contested Foreign Income Taxes - Provisional Foreign Tax Credit Agreement, is attached.
M	Form 7205, Energy Efficient Commercial Buildings Deduction, is attached.
N	Form 4626, Alternative Minimum Tax (Revision 2023) is attached.
P	Tax Period is 202607 - 202612 and any of the following conditions are present: - Form 1062 is attached, OR - There is an amount on Line 32 and/or Schedule J, Line 22b AND the taxpayer is a fiscal year filer.
1	Form 8991, Tax on Base Erosion Payments of Taxpayers with Substantial Gross Receipts, is attached.
2	Form 8992, U.S. Shareholder Calculation of Global Intangible Low-Taxed Income (GILTI), is attached.
3	Form 8993, Section 250 Deduction for Foreign-Derived Intangible Income (FDII) and Global Intangible Low-Taxed Income (GILTI), is attached.
4	Form 8994, Employer Credit for Paid Family and Medical Leave, is attached.
6	Form 8996, Qualified Opportunity Fund, is attached.
7	Form 8990, Limitation on Business Interest Expense IRC 163(j), is attached.
9	Form 8997, Initial and Annual Statement of Qualified Opportunity Fund (QOF) Investments, is attached.

IRM 3.12.251.11.1(1) and (3) - Updated the valid tax periods and added correction procedures for Field 0732.

(1) Correctable Section 07 fields are listed below:

Field	Field Title	Field Length	Valid Entry	Location	XREF EC
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07TTX	Total Tax Taxpayer	15	Dollars and cents Positive	Page 1, Line 31	186
0796P	Net 965 tax liability paid for the reporting year (Tax Periods 201712 through 202012)	15	Dollars and cents Positive	Page 1, Line 32	188
0732	First installment of the Section 1062 applicable net tax liability from Form 1062, line 15 (202607 and later)	15	Dollars and cents Positive	Page 1, Line 32	
07TPC	Total Payments and Refundable Credits	15	Dollars and cents Positive	Page 1, Line 33 (Line 32 2017-2011)	
07FIR	Foreign Investors Real Property Tax Act (FIRPTA)	15	Dollars and cents Positive	Bottom Center Margin (Form 8288-A)	188
07ESP	Estimated Tax Penalty	15	Dollars and cents Positive	Page 1, Line 34 (Line 33 2017-2011)	188
07B/R	Balance Due/Over payment	15	Dollars and cents Positive or Negative	Page 1, Lines 35/36 (Line 34/35 2017-2011)	
07CRE	Credit Elect Amount	15	Dollars and cents Positive	Page 1, Line 37a (Line 37 2024 - 2017) (Line 36 2017-2011)	192
07GIT	Gross Income Tax	15	Dollars and cents Positive	Page 3, Schedule J, Line 1	174
07MCT	Manually Corrected Total Tax	15	Dollars and cents Positive	Manually computed amount of Total Tax and is	186

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				a correction only field	
07GVT	Gross Verified Tax	15	Dollars and cents Positive	Manually computed amount of Gross Tax and is a correction only field	174

- a. Field **07FIR** - Any Form 1120 with this credit must be transferred to OSPC.
- b. Field **07GVT** - This Field is not transcribed. It will be used to enter the manually computed amount of "Gross Verified Tax" by the ERS Tax Examiner.
- c. Field **07MCT** - This Field is not transcribed. It will be used to enter the manually computed amount of "Manually Corrected Total Tax" by the ERS Tax Examiner.

(3) Correction Procedures:

- a. Correct coding and transcription errors and misplaced entries.
- b. If a "positive only" field is negative, delete the field.
- c. Field 0732, First installment of section 1062 applicable net tax liability is valid for Tax Period 202607 and later.

If	And	Then
Field 0732 is present,	The Tax Period is before 202607,	○ Delete the entry. ○ If the deletion triggers a Math Error Code, send TPNC 90 (e.g., 90-266) with the following language: We computed your return without applying the election from Form 1062. The election is not valid for tax periods earlier than July 2026. ○ For an updated listing of the non-programmed TPNC 90 literals, see TPNC 90 Literals - Copy and Paste Job Aid on Servicewide Electronic Research Program (SERP) at TPNC 90 Literals.
Field 0732 is present,	The Tax Period is	Enter RPC "P."

	202607 - 202612,	
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- d. If entries are present in both Fields 07B/R (with a minus sign behind it) and 0819C, suspend return with Action Code "470," attach Form 4227, Intra-SC Reject or Routing Slip, to the front of the return and leave the return in the pack of work, when no other error is present.

IRM 3.12.251.12.1(1) and (3) - Updated the valid tax periods for Field 08FRM.

(1) Correctable Section 08 fields are listed below:

Note: Fields 08ESC, 08TRI, 08ENV, 08ORC, 08CDC, 08WTW, 08QZA, 08NYL, and 08ERC are displayed on the Section 08 ERS screen, but are no longer transcribed.

Field	Field Title	Field Length	Valid Entry	Location
08TXL (Valid for Tax Period 202401 and later)	Tax from Form 1120-L, U.S. Life Insurance Company Income Tax Return	15	Dollars and cents Positive	Form 1120, Schedule J, Line 1b
08SEC (Valid for Tax Period 202401 and later)	Section 1291 Tax from Form 8621, Return by a Shareholder of a Passive Foreign Investment Co. or Qualified Electing Fund	15	Dollars and cents Positive	Form 1120, Schedule J, Line 1c
08TAJ (Valid for Tax Period 202401 and later)	Tax Adjustment from Form 8978, Partner's Additional Reporting Year Tax	15	Dollars and cents Positive	Form 1120, Schedule J, Line 1d
08ATX (Valid for Tax Period 202401 and later)	Additional Tax Under 197(f)	15	Dollars and cents Positive	Form 1120, Schedule J, Line 1e

08BET	Form 8991, Tax on Base Erosion Payments of Taxpayers with Substantial Gross Receipts	15	Dollars and cents Positive	Form 1120, Schedule J, Line 1f (Line 2 for 2023) (Line 3 for 2022 and prior) (Valid 201812 and later)
08CTR (Valid for Tax Period 202401 and later)	Chapter 1 Tax Recapture	15	Dollars and cents Positive	Form 1120, Schedule J, Line 1g
08OCT (Valid for Tax Period 202401 and later)	Other Chapter 1 Tax	15	Dollars and cents Positive	Form 1120, Schedule J, Line 1z
08AMT	Form 4626, Alternative Minimum Tax - Corporations	15	Dollars and cents Positive	Form 1120, Schedule J, Line 2 (Line 3 for 2022 and prior) (Valid 201811 and prior)
08CAM	Corporate Alternative Minimum Tax	15	Dollars and cents Positive	Form 1120, Schedule J, Line 3. (Valid 202301 and later)
08FTC	Form 1118, Foreign Tax Credit - Corporations	15	Dollars and cents Positive	Form 1120, Schedule J, Line 5a
08EVC	Form 8834, Qualified Electric Vehicle Credit Or, Form 5735, American Samoa Economic Development Credit.	15	Dollars and cents Positive	Form 1120, Schedule J, Line 5b
08GBC	Form 3800, General Business Credit	15	Dollars and cents Positive	Form 1120, Schedule J, Line 5c

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08GBV	General Business Credit Verified	15	Dollars and cents Positive	ERS Input only (manually computed amount)
08TSC	Total Statutory Credits	15	Dollars and cents Positive	Form 1120, Schedule J, Line 6
08SCV	Statutory Credits Verified	15	Dollars and cents Positive	ERS only (manually computed amount)
08PYM	Form 8827, Credit for Prior Year Minimum Tax - Corporations (202212 and prior)	15	Dollars and cents Positive	Form 1120, Schedule J, Line 5d
08PY2	Form 8827, Credit for Prior Year Minimum Tax - Corporations (202301 and later)	15	Dollars and cents Positive	Form 1120, Schedule J, Line 5d
08ADF (Valid for Tax Period 202401 and later)	Adjustment from Form 8978, Partner's Additional Reporting Year Tax	15	Dollars and cents Positive	Form 1120, Schedule J, Line 5f)
08PHC	Form 1120, Schedule PH, U.S. Personal Holding Company (PHC) Tax	15	Dollars and cents Positive	Form 1120, Schedule J, Line 8
08CEB	Form 8912, Credit to Holders of Tax Credit Bonds, (previously called Clean Renewable Energy Bond Credit) (Form 1120 only)	15	Dollars and cents Positive	Form 1120, Schedule J, Line 5e

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08RIC	Form 4255, Certain Credit Recapture, Excessive Payments, and Penalties	15	Dollars and cents Positive	Form 1120, Schedule J, Line 9a
08RLI	Form 8611, Recapture of Low-Income Housing Credit	15	Dollars and cents Positive	Form 1120, Schedule J, Line 9b
08ULB	Form 8697, Interest Computation Under the Look-Back Method Completed Long Term Contracts	15	Dollars and cents Positive	Form 1120, Schedule J, Line 9c
08IFM	Form 8866, Interest Computation under the Look-Back Method for Property Depreciated under the income Forecast Method	15	Dollars and cents Positive	Form 1120, Schedule J, Line 9d
08QSA	Form 8902, Alternative Tax on Qualifying Shipping Activities	15	Dollars and cents Positive	Form 1120, Schedule J, Line 9e
08453	IRC 453A Tax	15	Dollars and cents Positive	Form 1120, Schedule J, Line 9f
08ITD (Valid for Tax Period 202401 and later)	Interest/Tax Due Under Sections 453 (1)	15	Dollars and cents Positive	Form 1120, Schedule J, Line 9g
08OTH	Other	15	Dollars and cents Positive	Form 1120, Schedule J, Line 9z
08DTU (Valid for	Deferred Tax on the Corporation's Share of	15	Dollars and	Form 1120, Schedule J, Line 11b

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Tax Period 202401 and later)	Undistributed Earnings of a Qualified Electing Fund		cents Positive	
08DLR (Valid for Tax Period 202401 and later)	Deferred LIFO Recapture Tax (Section 1363(d))	15	Dollars and cents Positive	Form 1120, Schedule J, Line 11c
08PYO (Valid for Tax Period 202401 and later)	Preceding Year's Overpayment Credited to the Current Year	15	Dollars and cents Positive	Form 1120, Schedule J, Line 13
08EPA (Valid for Tax Period 202401 and later)	Current Year's Estimated Tax Payments	15	Dollars and cents Positive	Form 1120, Schedule J, Line 14
08CYR (Valid for Tax Period 202401 and later)	Current Year's Refund Applied for on Form 4466, Corporation Application for Quick Refund of Overpayment of Estimated Tax	15	Dollars and cents Positive	Form 1120, Schedule J, Line 15
08EST	Estimated Tax Credit (balance of Lines 13, 14 and 15) (Lines 12, 13 and 14, 201812 and prior) Note: Estimated Tax Credit was removed from 2024 form revision.	15	Dollars and cents Positive	Form 1120, Schedule J, Line 16 (2023 and prior form revisions)
08EXT	Form 7004, Application for Automatic Extension of Time to File Certain Business Income Tax, Information, and Other Returns	15	Dollars and cents Positive	Form 1120, Schedule J, Line 17

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08WTH	Withholding	15	Dollars and cents Positive	Form 1120, Schedule J, Line 18
08SUL	Form 2439, Notice to Shareholder of Undistributed Long-Term Capital Gains	15	Dollars and cents Positive	Form 1120, Schedule J, Line 20a (Line 19a 2017-2011)
08C34 (Valid for Tax Period 202401 and later)	Credit for Tax Withheld Under Chapter 3 or 4 from Form 1042-S, Form 8805, or Form 8288	15	Dollars and cents Positive	Form 1120, Schedule J, Line 20c
0819C	Form 8827, Credit for Prior Year Minimum Tax - Corporations	15	Dollars and cents Positive	Form 1120, Schedule J, Line 20c (2019 and prior revisions)
08OTR	Other	15	Dollars and cents Positive	Form 1120, Schedule J, Line 20z
0896I	Inclusion Year Section 965 Net tax liability (Tax Periods 201712 through 202012)	15	Dollars and cents Positive	Form 1120, Schedule J, Line 22 (Tax Periods 201712 through 202012)
08EPE	Elective payment election amount from Form 3800	15	Dollars only Positive	Form 1120, Schedule J, Line 22a (Tax Periods 202301 and later)
08EPV	ERS input only - verified field for 08EPE.	15	Dollars only Positive	Form 1120, Schedule J, Line 22a (Tax Periods 202301 and later)
08FRM (Valid for Tax Period	Section 1062 applicable net tax liability from Form 1062, line 14	15	Dollars and cents Positive	Form 1120, Schedule J, Line 22b

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202607 and later)				
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- a. When a credit of # [REDACTED] # is claimed, or should be claimed, on Form 3800, General Business Credit, all pages of the Form 3800 must be present.

Note: Pages 5 - 9 of Form 3800, General Business Credit, are information only.

Code and Edit will correspond when all pages are not attached. For more guidance, see IRM 3.12.251.32.34, Error Code 174 - Gross Income Tax Math Error.

- b. Field **08SCV** - This field is not transcribed. Field 08SCV will be used to enter the manually computed amount for "Statutory Credits" by the ERS tax examiner.

(3) Correction Procedures:

- a. Correct coding and transcription errors and misplaced entries.
- b. If a "positive only" field is negative, delete the field.
- c. The following fields are valid for Tax Periods 202401 and later:
 - Field 08TXL
 - Field 08SEC
 - Field 08TAJ
 - Field 08ATX
 - Field 08CTR
 - Field 08OCT
 - Field 08ADF
 - Field 08ITD
 - Field 08DTU
 - Field 08DLR
 - Field 08PYO
 - Field 08EPA
 - Field 08CYR
 - Field 08C34
 - Field 08OTR
- d. Follow the instructions below for Field 08TXL, Field 08SEC, Field 08TAJ, Field 08ATX, Field 08OCT, Field 08ADF, Field 08ITD, Field 08DTU, Field 08DLR, Field 08C34 or Field 08OTR:

If	And	Then
Field 08TXL, Field 08SEC, Field 08TAJ, Field 08ATX, Field 08OCT, Field 08ADF, Field 08ITD, Field 08DTU, Field 08DLR, Field 08C34 or Field 08OTR are present,	The Tax Period is before 202401,	Delete the field. If the deletion triggers a Math Error Code, then send the applicable TPNC.

- e. Follow the instructions below for Field 08PYO, Field 08EPA, Field 08CYR, and Field 08EST:

If	And	Then
Field 08PYO, Field 08EPA, or Field 08CYR are present,	The Tax Period is before 202401,	Delete the entry. Move the entry to Field 08EST.
Field 08EST is present,	The Tax Period greater than 202312,	Delete the entry. Move the entry to Field 08PYO, 08EPA and/or 08CYR as shown on the return.

- f. Field 08CTR, Chapter 1 Tax Recapture, is valid for Tax Period 202401 and later.

If	And	Then
An amount is present on Form 1120, Schedule J, Line 1g,	Form 4255 is attached,	Accept taxpayers entry.
An amount is present on Form 1120, Schedule J, Line 1g, that is # [REDACTED] # ,	Form 4255 is not attached,	Correspond.

- g. Field 08FRM- If an entry is present on Schedule J, Line 22b and the tax period is 202607 - 202612, enter RPC "P."
- h. If there are other valid credits claimed, then the total of ALL credits must be included in Field 08SCV.

IRM 3.12.251.32.33(3) b - Corrected the IRM link for Error Code 026 - Tax Period Mismatch per SERP feedback 42903.

(3) Correction Procedures:

- a. Correct coding and transcription errors and misplaced entries.

- b. Generally, a CCC "Y" is present when the return must be manually computed. CCC "Y" will also change the FYM on the Master File. (See IRM 3.12.251.32.12, Error Code 026 - Tax Period Mismatch, for more information on short period returns).
- c. If prepaid credits on Form 1120, Page 3, Schedule J, Part III, Lines 13, 14, or 17 (12, 13 or 16 for 2017 and prior) are claimed and the return is a short period return because it is a "Final" or has a "Change of Accounting Period," SSPND with Action Code "342" if Code and Edit has not already done so. Prepare Form 4227, Intra-SC Reject or Routing Slip, with a notation, "Short Period with ES Credits."
- d. Compute the tax per the individual manual computation requirement, see IRM 3.12.251.33, Manual Computations.
- e. **Rule of Two:** Under normal circumstances, the computer and the taxpayer agree on the computation of the tax. This satisfies the Rule of Two. On the usual type of return with a TRUE MATH ERROR, the computer and the tax examiner will agree on the computation of the tax. This satisfies the Rule of Two. On a manually computed return with a TRUE MATH ERROR, the Rule of Two is not satisfied until two tax examiners arrive at the same tax computation.

If	Then
Taxpayers amount for Gross Tax is correct,	Enter the amount in Field 07GVT.
Taxable Income is negative and no prepaid credits are claimed,	Enter "C" in Clear Code Field.
Gross Tax is incorrect,	Follow the rule of two with both TEs stamping Page 1 of the return. correct the return at the point of error. Enter the manually computed tax into Field 07GVT. If Error Code 174 displays and there are no other errors, assign TPNC 05 to inform the taxpayer of the error.
Manually corrected tax is zero,	Enter \$.01 (one cent) in Field 07GVT.
After correcting Field 07GVT,	Enter "C" in Clear Code Field if EC 172 redisplay.

IRM 3.12.251.32.42(1) - Updated the valid tax periods for Field 0732 and Field 08FRM.

(1) Fields Displayed

Field	Field Title
NC	Notice Code
07TTX	Total Tax
>>>>	Total Tax - Computer Generated
0796P	Form 965-B, Corporate and Real Estate Investment Trust (REIT) Report of Net 965 Tax Liability and Electing REIT Report of 965 Amounts - Part II Lines 1 through 4, Column (k). - Section 965 Tax Liability Paid for the Reporting Year
0732 (Valid for Tax Period 202607 and later)	First installment of the Section 1062 applicable net tax liability from Form 1062, line 15
08PYO (Valid for Tax Period 202401 and later)	Preceding Year's Overpayment Credited to the Current Year
08EPA (Valid for Tax Period 202401 and later)	Current Year's Estimated Tax Payments
08CYR (Valid for Tax Period 202401 and later)	Current Year's Refund Applied for on Form 4466
08EST	Estimated Tax Credit Note: Line 16 has been Reserved for Future Use on the 2024 revision but Field 08EST may still be present on prior year form tax periods.
08EXT	Form 7004 Credit
08WTH	Withholding Amount
08SUL (Valid for Tax	Form 2439, Notice to Shareholder of Undistributed Long-Term Capital Gains

Period 202401 and later)	
0819C	Form 8827, Credit for Prior Year Minimum Tax - Corporations
08OTR (Valid for Tax Period 202401 and later)	Other Refundable Credits Amount Note: Credits that may be reported on Line 20z include: • Credit for tax withheld under Chapter 3 or 4 shown on Form 1042-S, Form 8805, or Form 8288-A. • Credit for tax on ozone-depleting chemicals. See Section 4682(g)(2). • Credit under section 960(c) (section 960(b) for pre-2018 tax years of foreign corporations). • Section 1341 credit for repayments of amounts included in income from earlier years.
0896I	Form 965-B, Corporate and Real Estate Investment Trust (REIT) Report of Net 965 Tax Liability and Electing REIT Report of 965 Amounts, Part I Lines 1 through 4, Column (d) - Net 965 Tax Liability
08C34 (Valid for Tax Period 202401 and later)	Credit for Tax Withheld under Chapter 3 or 4 from Form 1042-S, Form 8805, or Form 8288
08EPE (Valid for Tax Period 202301 and later)	Elective Payment Election Amount
>>>>	Elective Payment Verified amount
08FRM (Valid for Tax Period 202607 and later)	Section 1062 applicable net tax liability from Form 1062, line 14
07FIR	FIRPTA Credit
07ESP	Estimated Tax Penalty
07B/R	Balance Due/Overpayment
>>>>	Balance Due/Overpayment - Computer Generated
07CRE	Credit Elect Amount

07RC>	Refundable Credits - Computer Generated
08RIC	Form 4255, Certain Credit Recapture, Excessive Payments, and Penalties
15TG>	Total credit Form 4136 Computer Generated.
S15DP	Section 15 Data Present
S16DP	Section 16 Data Present
S17DP	Section 17 Data Present
S18DP	Section 18 Data Present
S23DP	Section 23 Data Present
S24DP	Section 24 Data Present
S25DP	Section 25 Data Present

Note: The literal "Section XX Not Present" displays if no entries are present in a specific section.

IRM 3.12.251.32.42(6) - Added correction procedures for Field 0732.

(6) TEs MUST check return and ALL attachments when resolving this Error Code.

- Field 08PYO, Preceding Year's Overpayment Credited to the Current Year, transcription is from Line 13.
- Field 08EPA, Current Year's Estimated Tax Payments, transcription is from Line 14.
- Field 08CYR, Current Year's Refund Applied for on Form 4466, Corporation Application for Quick Refund of Overpayment of Estimated Tax, transcription is from Line 15.

If	And	Then
Field 08PYO, Field 08EPA, or Field 08CYR are present,	The Tax Period is before 202401,	Delete the entry. Move the entry to Field 08EST.

- **Field 08EST** Transcribed from Form 1120, Line 16 (2023 - 2018) (Line 15 for 2017 and prior), and is the total of Schedule J, Lines 13, 14 and 15 (Lines 12, 13 and 14

2017-2011). Line 16 is Reserved for Future Use on 2024 revision but Field 08EST may still be present on prior year tax periods.

If	And	Then
Field 08EST is present,	The Tax Period is greater than 202312,	Delete the entry. Move the entry to Field 08PYO, 08EPA and/or 08CYR as shown on the return.

- **Field 08EXT**, Form 7004 Credit Transcription is from Form 1120, Schedule J, Line 17 (Line 16 2017-2011).
- **Field 08WTH**, Withholding and Backup withholding is dollars only and positive only. This field is from Schedule J, Part III, Line 18 (Line 17 2017-2011).
- **Field 08RIC**, Form 4255, Certain Credit Recapture, Excessive Payments, and Penalties - Transcription is from Schedule J, Line 9a. Form 1120. If Field 08RIC is # [REDACTED] # and Form 4255 is missing, initiate correspondence.
- **Field 0732**, Section 1062 applicable net tax liability due this year, is valid 202607 and later.

Note: If the entry in Field 0732 was deleted due to an invalid tax period, send TPNC 90 (e.g., 90 - 266) with the following literal, "We computed your return without applying the election from Form 1062. The election is not valid for tax periods earlier than July 2026."

- For an updated listing of the non-programmed TPNC 90 literals, see TPNC 90 Literals - Copy and Paste Job Aid, on Servicewide Electronic Research Program (SERP) at TPNC 90 Literals.
- **Field 07FIR**, FIRPTA Credit - Transcription is from Page 1, bottom center margin, Form 1120 only. Enter any **FIRPTA** credit, Form 8288-A, in Field 07FIR. **For Kansas City**, any Form 1120 with this credit must be transferred to OSC.
- **Field 07ESP**, Estimated Tax Penalty Transcription is from Line 34 (Line 33 2017-2011), Form 1120. It is edited from Line 38, Form 2220, Underpayment of Estimated Tax by Corporations and must always be included in the Balance Due/Overpayment total. Enter/edit Reserve Code "4" when a large corporation is shown on Box 8 of Form 2220.

Note: If an entry in Field 07ESP was deleted per instructions at IRM 3.12.251.11.1, send TPNC 90 (e.g., 90 - 257) with the following literal, "We found an error in the computation of your estimated tax penalty and adjusted your return accordingly."

Note: See IRM 3.12.251.7.7, Field 03RVC - Reserve Code (XREF EC 164).

- For an updated listing of the non-programmed TPNC 90 literals, see TPNC 90 Literals - Copy and Paste Job Aid, on Servicewide Electronic Research Program (SERP) at TPNC 90 Literals
- **Field 07B/R**, Balance Due/Overpayment: Transcription is from Line 35 (Line 34 2017-2011), Balance Due or Line 36 (Line 35 2017-2011), Overpayment from Form 1120. The computer will compute Balance Due/Overpayment The formula is 07B/R = 07TTX – 08EST – 08EXT – 08WTH – 0896I- 07ARC (200812 and later)+ 07ESP.

If	And	Then
A significant amount is present in Field 08PYO, 08EPA, or 08CYR,	The Tax Period is before 202401,	Delete the field. Move the entry to Field 08EST.
A significant entry is present in Field 08EST,	The Tax Period is greater than 202312,	Delete the field. Move the entry to Field 08PYO, 08EPA and/or 08CYR as shown on the return.
A significant amount is present in Field 08SUL (For tax periods 202201 - 202212),	IRA22DPE is written on the line, on Form 3800 or on an attachment,"	Accept the taxpayers amount. If Code and Edit has not done so, 1. Edit RPC "J." 2. Place a flag at the top of the return and attach the "IRA22 DPE/TRE Reminder" sheet to the return. Note: P&A will provide the pre-printed half-sheets for ERS to use. 3. Suspend with Action Code "450". 4. Sign the DLN out of the block using Form 1332, Block and Selection Record. 5. Give the return to the lead. The lead will place the return in the designated area for LB&I review.
A significant amount is present on Line 20z (Field 08OTR) for the Claim of Right Credit under Section 1341, Line 20i for 2022 - 2018		Accept the taxpayers amount. Note: The Section 1341 credit amount may be credit elect. If there is a credit elect amount present in the "Credited to estimated

		tax" line, then accept the credit elect amount for Section 1341.
It appears the return is being filed for a bank or savings and loan and has an Audit Code "1," CCC "X"	Blocking series 979 or 499,	Continue processing. If the return has a refund, do not send TPNC; instead, change the taxpayer's figures to agree with the underprint.
There is an entry on Line 33 (Line 32 2017-2011) of the Form 1120,	1. Line 19 of Schedule J (Line 18 2017-2011) is the only payment entry, 2. No payment amounts are on Schedule J,	1. Enter the Line 19 (Line 18 2017-2011), Schedule J amount in Field 08EST. 2. Research BMFOL to see if any payment amounts matching Line 33 (Line 32 2017-2011) of the Form 1120 can be found. If payments are present on BMFOL, enter them in the correct fields. 3. If a payment is found that is less than the amount the taxpayer has claimed on Line 33 (Line 32 2017-2011), enter the lesser amount into Field 08EST. If Error Code 188 regenerates, assign TPNC 10. 4. If a payment is found that is more than the amount the taxpayer has claimed on Line 33 (Line 32 2017-2011), enter the taxpayers amount from Line 33 (Line 32 2017-2011) into Field 08EST. 5. If no payments are found, assign TPNC 10. 6. If the taxpayer's amount on Line 33 (Line 32 2017-2011) is negative, input CC SSPND 355 for research. (Ogden ONLY).Kansas City take to your lead. 7. REJECTS ONLY-Research IDRS for credit or debit of a similar amount, if

		found adjust Line 33 (Line 32 2017-2011) (Field 07TPC) accordingly. If not found, correspond. If no reply , to correspondence, delete amount on Line 33 (Line 32 2017-2011) (Field 07TPC). If prepaid credits (on Schedule J, Lines 13 through 18) (Lines 12 through 19 2017-2011) are claimed and the return is a Short Period return because it is a final or has a change of accounting period, Suspend with Action Code "342." Prepare Form 4227, Intra-SC Reject or Routing Slip, with a notation of Short Period with ES Credits .
Taxpayer has shown a payment for penalties,	And/or interest on return or attachments,	Remove from Field 07B/R.
Lines 34 or 35 are blank, zero, dash or none,	Code and Edit didn't edit,	Enter the correct amount in Field 07B/R.
Field 15TG> does not agree with Schedule J, Part III, Line 20b (Part II, Line 19b 2017-2011),		GTSEC Sections 15-18 and enter the correct fields.
Reported tax and claimed tax are both zero,		Enter .01 (one cent) into Field 07MCT.
Schedule J, Part III, Line 20b (Part II, Line 19b 2017-2011) has an amount,	No Form 4136 is attached,	SSPND with Action Code "211" for correspondence.
Form 4136 credit is disallowed due to an invalid tax period, IRM 3.12.251.18.1, Sections 15-18 Field Errors,		Send TPNC 90 (e.g., 90-249) with the following language: "You claimed a credit from Form 4136 on your tax return. The year for the credit is not valid, we have adjusted your return accordingly."

		For an updated listing of the non-programmed TPNC 90 literals, see TPNC 90 Literals - Copy and Paste Job Aid, on Servicewide Electronic Research Program (SERP) at TPNC 90 Literals.
Taxpayer has made an error computing Balance Due/Overpayment,		Assign TPNC 10.

IRM 3.12.251.38.1.7(3) - Updated the valid tax periods for Return Processing Code "P."

(3) Correction Procedures:

- Correct misplaced entries and transcription errors.
- When the code(s) entered on the return are illegible or invalid, examine the return and enter the correct code from the table below:

Note: RPCs do not have to be entered in any specific order.

RPC	Explanation
E	Form 8865, Schedule G, Statement of Application for the Gain Deferral Method Under Section 721(c), is attached.
F	Form 8865, Schedule H, Acceleration Events and Exceptions Reporting Relating to Gain Deferral Method Under Section 721(c), is attached.
G	Form 5471, Schedule G-1, Cost Sharing Arrangement
J	For tax periods 202201 - 202212, taxpayer writes IRA22 DPE on Form 1120-C, Line 30f(1) or on an attachment.
K	For tax periods 202201 - 202212, taxpayer writes IRA22TRE on Form 3800 at the top of the return, or on an attachment.
L	Form 7204, Consent to Extend the Time to Assess Tax Related to Contested Foreign Income Taxes - Provisional Foreign Tax Credit Agreement, is attached.
M	Form 7205, Energy Efficient Commercial Buildings Deduction, is attached.
N	Form 4626, Alternative Minimum Tax (Revision 2023) is attached.
P	Tax Period is 202607 - 202612 and any of the following conditions are present:

	- Form 1062 is attached, OR - There is an amount on Line 29 and/or Line 30i AND the taxpayer is a fiscal year filer.
1	Form 8991, Tax on Base Erosion Payments of Taxpayers with Substantial Gross Receipts, is attached.
2	Form 8992, U.S. Shareholder Calculation of Global Intangible Low-Taxed Income (GILTI), is attached.
3	Form 8993, Section 250 Deduction for Foreign-Derived Intangible Income (FDII) and Global Intangible Low-Taxed Income (GILTI), is attached.
4	Form 8994, Employer Credit for Paid Family and Medical Leave, is attached.
6	Form 8996, Qualified Opportunity Fund, is attached.
7	Form 8990, Limitation on Business Interest Expense IRC 163(j), is attached.

IRM 3.12.251.38.7.1(1) and (3) - Updated the valid tax periods for Field 0729 and Field 07FRM. Added correction procedures for Field 0729.

(1) Correctable Section 07 Field Errors are listed below:

Field	Field Title	Location on Form 1120-C
07TTX	Total Tax	Line 28
0796P	Form 965-B, Corporate and Real Estate Investment Trust (REIT) Report of Net 965 Tax Liability and Electing REIT Report of 965 Amounts - Part II Lines 1 through 4, Column (k). - Section 965 Tax Liability Paid for the Reporting Year	Line 29
0729 (Valid for Tax Period 202607 and later)	First installment of Section 1062 applicable net tax liability from Form 1062, line 15	Line 29
07PYO (Valid for Tax Period	Preceding Year's Overpayment Credited to the Current Year	Line 30a

202401 and later)		
07EPA (Valid for Tax Period 202401 and later)	Current Year's Estimated Tax Payments	Line 30b
07CYR (Valid for Tax Period 202401 and later)	Current Year's Refund Applied for on Form 4466	Line 30c
07EST	Estimated Tax Credit Note: Estimated Tax Credit was removed from 2024 form revision but may still be present on prior form revisions.	Line 30d (2023 - 2018) (29d for 2017 and prior)
07EXT	Tax Paid with Form 7004	Line 30d (Line 30e for 2023 - 2018) (29e for 2017 and prior)
07RIC	Regulated Investment Credit, Form 2439	Line 30e (Line 30f for 2023 - 2018) (29f for 2017 and prior)
07ARC	Refundable Credit amount, Form 8827	Line 30g (2010 through 2019 revisions)
07SEC	Section 1383 Credit	Line 30g (Line 30h for 2023 - 2018) (29h for 2017 and prior)
0796I	Form 965-B, Corporate and Real Estate Investment Trust (REIT) Report of Net 965 Tax Liability and Electing REIT Report of 965 Amounts - Part I Lines 1 through 4, Column (d) - Net 965 Tax Liability	Line 30i (Tax period check invalid (before 201712 or after 202012))

07EPE (Valid for Tax Period 202301 and later)	Elective Payment Election	Line 30h (Line 30i for 2023)
07EPV (Valid for Tax Period 202301 and later)	ERS input only - verified field for 07EPE.	Line 30h
07FRM (Valid for Tax Period 202607 and later)	Section 1062 applicable net tax liability from Form 1062, line 14	Line 30i
07OTH (Valid for Tax Period 202401 and later)	Other	Line 30z
07ESP	Estimated Tax Penalty, Form 2220	Line 32 (Line 31 for 2023 - 2018) (30 for 2017 and prior)
07B/R	Amount Owed/Overpayment	Line 33/34 (Line 32/33 for 2023 - 2018) (31/32 for 2017 and prior)
07CRE	Credit Elect	Left of Line 35 (Line 34 for 2023 - 2018) (33 for 2017 and prior)
07GIT	Gross Income Tax per Taxpayer	Schedule J Line 1a (Line 2 for 2023 and prior)

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07GVT	Gross Verified Tax	Manually computed amount of Gross Tax - ERS input only
07MCT	Manually Corrected Total Tax- Correction Field only	ERS input only

- a. Field 07GVT is not transcribed. It is used by the ERS Tax Examiner to enter the "Gross Verified Tax." If the taxpayer did not make a math error, this should agree with Line 1a, Schedule J.
- b. Field 07MCT is not transcribed. This is used by the ERS Tax Examiner to enter the Manually Corrected Total Tax.

(3) Correction Procedures:

- a. Correct coding and transcription errors and misplaced entries.
- b. If a "positive only" field is negative, delete the field.
- c. Field 0729, First installment of section 1062 applicable net tax liability is valid for Tax Period 202607 and later.

If	And	Then
Field 0729 is present,	The Tax Period is before 202607,	○ Delete the entry. ○ If the deletion triggers a Math Error Code, send TPNC 90 (e.g., 90-266) with the following language: We computed your return without applying the election from Form 1062. The election is not valid for tax periods earlier than July 2026. ○ For an updated listing of the non-programmed TPNC 90 literals, see TPNC 90 Literals - Copy and Paste Job Aid on Servicewide Electronic Research Program (SERP) at TPNC 90 Literals.
Field 0729 is present,	The Tax Period is 202607 - 202612,	Enter RPC P .

d. The following fields are valid for Tax Periods 202401 and later:

- Field 07PYO
- Field 07EPA
- Field 07CYR
- Field 07OTH

If	And	Then
Field 07PYO, Field 07EPA, or Field 07CYR are present,	The Tax Period is before 202401,	Delete the entry. Move the entry to Field 07EST.
Field 07OTH is present,	The Tax Period is before 202401,	Delete the entry. If the deletion triggers a Math Error Code, then send the applicable TPNC.

e. Follow the instructions below for Field 07EST, Estimated Tax Credit, field error.

If	And	Then
Field 07EST is present,	The Tax Period is greater than 202312,	Delete the entry. Move the entry to Field 07PYO, 07EPA and/or 07CYR as shown on the return.

f. Field 07FRM - If an entry is present on Line 30i and the tax period is 202607 - 202612, enter RPC "P."

g. If entries are present in both Fields 07B/R (with a minus sign behind it) and 07ARC, suspend return with Action Code "470," attach Form 4227, Intra-SC Reject or Routing Slip, to the front of the return and leave the return in the pack of work when no other error is present.

IRM 3.12.251.38.23.37(1) and (7) - Updated the valid tax periods for Field 0729 and 07FRM. Added correction procedures for Field 0729.

(1) Fields Displayed

Field	Field Title
NC	Notice Code
07TTX	Total Tax

>>>>>	Total Tax - Computer Generated
0796P	Form 965-B, Corporate and Real Estate Investment Trust (REIT) Report of Net 965 Tax Liability and Electing REIT Report of 965 Amounts - Part II Lines 1 through 4, Column (k). - Section 965 Tax Liability Paid for the Reporting Year.
0729 (Valid for Tax Period 202607 and later)	First installment of Section 1062 applicable net tax liability from Form 1062, line 15
07PYO (Valid for Tax Period 202401 and later)	Preceding Year's Overpayment Credited to Current Year
07EPA (Valid for Tax Period 202401 and later)	Current Year's Estimated Tax Payments
07CYR (Valid for Tax Period 202401 and later)	Current Year's Refund Applied for on Form 4466
07EST	Estimated Tax Credit (2023 form revision and later)
07EXT	Form 7004 Credit
07RIC	Regulated Investment Company Credit
07ARC	Current Year Refundable Tax Credit (2010 through 2019 revisions)
07SEC	Section 1383 Credit
0796I	Form 965-B, Corporate and Real Estate Investment Trust (REIT) Report of Net 965 Tax Liability and Electing REIT Report of 965 Amounts - Part I, Lines 1 through 4, Column (d). - Net 965 Tax Liability.
07EPE (Valid for Tax Period 202301 and later)	Election Payment Election Amount
>>>>>	Election Payment Verified Amount

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07FRM (Valid for Tax Period 202607 and later)	Section 1062 applicable net tax liability from Form 1062, line 14
07OTH (Valid for Tax Period 202401 and later)	Other
07ESP	Estimated Tax Penalty
07B/R	Balance Due/Overpayment
>>>>	Balance Due/Overpayment - Computer Generated
07CRE	Credit Elect Amount
07MCT	Manually Computed Tax
15TG>	Total credit Form 4136 Computer Generated.
S15DP	Section 15 Present
S16DP	Section 16 Present
S17DP	Section 17 Present
S18DP	Section 18 Present
S23DP	Section 23 Present
S24DP	Section 24 Present
S25DP	Section 25 Present

(7) Correction Procedures:

- a. See IRM 3.12.251.32.42, Error Code 188 - Balance Due Math Error, for correction procedures, but also consider the bullets below.
- b. **Field 0729**, Section 1062 applicable net tax liability due this year, is valid 202607 and later.

Note: If the entry in Field 0729 was deleted due to an invalid tax period, send TPNC 90 (e.g., 90 - 266) with the following literal, "We computed your return without applying the election from Form 1062. The election is not valid for tax periods earlier than July 2026."

For an updated listing of the non-programmed TPNC 90 literals, see TPNC 90 Literals - Copy and Paste Job Aid, on Servicewide Electronic Research Program (SERP) at TPNC 90 Literals.

- c. If the credit on Line 30g is # [REDACTED] # and Code and Edit has not corresponded for a Credit Computation Schedule for Section 1383, SSPND with Action Code "211."
- d. Backup withholding is claimed on Line 30z and should be transcribed in Field 07OTH.

IRM 3.12.251.39.3.7(3) - Updated the valid tax periods for Return Processing Code "P."

(3) Correction Procedures:

- a. Correct misplaced entries and transcription errors.
- b. When the code(s) entered on the return are illegible or invalid, examine the return and enter the correct code from the table below:

Note: RPCs do not have to be entered in any specific order.

RPC	Explanation
A	Form 5471, Schedule E, Income, War Profits, and Excess Profits Taxes Paid or Accrued, is attached.
B	Form 5471, Schedule H, Current Earnings and Profits, is attached.
C	Form 5471, Schedule I-1 Information for Global Intangible Low-Taxed Income, is attached.
D	Form 5471, Schedule P, Previously Taxed Earnings and Profits of U.S. Shareholder of Certain Foreign Corporations, is attached.
E	Form 8865, Schedule G, Statement of Application for the Gain Deferral Method Under Section 721(c), is attached.
F	Form 8865, Schedule H, Acceleration Events and Exceptions Reporting Relating to Gain Deferral Method Under Section 721(c), is attached.
H	Form 5472, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business, Part VIII has an entry (e.g., description, checkbox marked, percent, or an amount).

J	For tax periods 202201 - 202212, taxpayer writes IRA22 DPE on Form 1120-F, Line 5j or on an attachment.
K	For tax periods 202201 - 202212, taxpayer writes IRA22TRE on Form 3800 at the top of the return, or on an attachment.
L	Form 7204, Consent to Extend the Time to Assess Tax Related to Contested Foreign Income Taxes - Provisional Foreign Tax Credit Agreement, is attached.
M	Form 7205, Energy Efficient Commercial Buildings Deduction, is attached.
N	Form 4626, Alternative Minimum Tax (Revision 2023) is attached.
P	Tax Period is 202607 - 202612 and any of the following conditions are present: - Form 1062 is attached, OR - There is an amount on Line 4b and/or Line 5k AND the taxpayer is a fiscal year filer.
1	Form 8991, Tax on Base Erosion Payments of Taxpayers with Substantial Gross Receipts, is attached.
4	Form 8994, Employer Credit for Paid Family and Medical Leave, is attached.
6	Form 8996, Qualified Opportunity Fund, is attached.
7	Form 8990, Limitation on Business Interest Expense IRC 163(j), is attached.
9	Form 8997, Initial and Annual Statement of Qualified Opportunity Fund (QOF) Investments, is attached.

IRM 3.12.251.39.7.1(1) and (3) - Updated the valid tax periods for Field 0704B and Field 07FRM. Added correction procedures for Field 0704B.

(1) Fields Displayed

Field	Field Title
07TTX	Total Tax (Page 1, Line 4a)
0704B (Valid for Tax Period 202607 and later)	First installment of Section 1062 applicable net tax liability from Form 1062, line 15

07PYO (Valid for Tax Period 202401 and later)	Preceding Year's Overpayment Credited to the Current Year (Page 1, Line 5a)
07EPA (Valid for Tax Period 202401 and later)	Current Year's Estimated Tax Payments (Page 1, Line 5b)
07CYR (Valid for Tax Period 202401 and later)	Current Year's Refund Applied for on Form 4466 (Page 1, Line 5c)
07EST	Estimated Tax Credit (Page 1, Line 5d for 2023 and prior) Note: Estimated Tax Credit was removed from 2024 form revision but may still be present on prior form revisions.
07EXT	Form 7004 Credit (Page 1, Line 5e)
07RIC	Regulated Investment Credit, Form 2439 (Page 1, Line 5f)
07ARC	Current Year Refundable Tax Credit (2010 through 2019 revisions)
07USI	U.S. Income Tax Paid or Withheld at Source (Page 1, Line 5i)
07FIR	Foreign Investors Real Property Tax (FIRPTA)
07EPE (Valid for Tax Period 202301 and later)	Elective Payment Election Amount from Form 3800 (Page 1, Line 5j)
07EPV (Valid for Tax Period 202301 and later)	Elective Payment Election Amount Verified Field
07FRM (Valid for Tax Period 202607 and later)	Section 1062 applicable net tax liability from Form 1062, line 14
07ESP	Estimated Tax Penalty (Page 1, Line 6)
07B/R	Balance Due/Overpayment (Page 1, Lines 7 or 8a)
07CTW	Chapter 3 Withholding (Page 1, Line 8b) (Negative ONLY)
07CRE	Credit Elect Amount (Page 1, Line 9a)
07INT	Interest Income (Section II, Line 5)

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07RNT	Gross Rents (Section II, Line 6)
07INC	Total Income (Section II, Line 11)
07SAW	Salaries and Wages (Section II, Line 13)
07DED	Total Deductions (Section II, Line 28)
07TIB	Taxable Income Before NOL/Special Deductions (Section II, Line 29)
07BET	Base Erosion Minimum Tax (Schedule J, Line 2a) (Schedule J, Line 3 for 2023 and prior)
07CTR (Valid for Tax Period 202401 and later)	Chapter 1 Tax from Form 4255 (Schedule J, Line 2b)
07OCT (Valid for Tax Period 202401 and later)	Other Chapter 1 Tax (Schedule J, Line 2c)
07CAM	Corporate Alternative Minimum Tax (Schedule J. Line 3)
07PYM	Form 8827 Prior Year Minimum Tax (Schedule J. Line 5c)
07MCT	Manually Corrected Total Tax
07SW1	Total Chapter 3 Payments (Schedule W, Line 1)
07SW3	Income associated with Sections 1445 and 1446 (Schedule W, Line 3)

(3) Correction Procedures:

- a. Correct coding and transcription errors and misplaced entries.
- b. If "positive only" field is reported as negative on the screen and the return, delete the field. 07B/R, 07INC, 07DED, and/or 07TIB, can be positive or negative. Field 07CTW is a negative only field and must have a minus sign entered after it. All others must be positive.
- c. Field 0704B, First installment of section 1062 applicable net tax liability is valid for Tax Period 202607 and later.

If	And	Then
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Field 0704B is present,	The Tax Period is before 202607,	○ Delete the entry. ○ If the deletion triggers a Math Error Code, send TPNC 90 (e.g., 90-266) with the following language: We computed your return without applying the election from Form 1062. The election is not valid for tax periods earlier than July 2026. ○ For an updated listing of the non-programmed TPNC 90 literals, see TPNC 90 Literals - Copy and Paste Job Aid on Servicewide Electronic Research Program (SERP) at TPNC 90 Literals.
Field 0704B is present,	The Tax Period is 202607 - 202612,	Enter RPC P .

d. The following fields are valid for Tax Periods 202401 and later:

- Field 07PYO
- Field 07EPA
- Field 07CYR
- Field 07CTR
- Field 07OCT

If	And	Then
Field 07PYO, Field 07EPA, or Field 07CYR are present,	The Tax Period is before 202401,	Delete the entry. Move the entry to Field 07EST.
Field 07OCT is present,	The Tax Period is before 202401,	Delete the entry. If the deletion triggers a Math Error Code, then send the applicable TPNC.

e. Follow the instructions below for Field 07CTR, Chapter 1 Tax Recapture from Form 4255, Certain Credit Recapture, Excessive Payments, and Penalties.

If	And	Then
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Field 07CTR is present,	The Tax period is before 202401,	Delete the entry. If the deletion triggers a Math Error Code, then send the applicable TPNC.
Field 07CTR is present with an amount of # [REDACTED] # ,	The Tax Period is after 202401 and Form 4255 is missing,	Correspond.

- f. Follow the instructions below for Field 07EST, Estimated Tax Credit.

If	And	Then
Field 07EST is present,	The Tax Period is greater than 202312,	Delete the entry. Move the entry to Field 07PYO, 07EPA and/or 07CYR as shown on the return.

- g. Field 07FRM - If an entry is present on Line 5k and the tax period is 202607 - 202612, enter RPC "P."
- h. If there are entries present in both Fields 07B/R and 07ARC, suspend return with Action Code "470," attach Form 4227, Intra-SC Reject or Routing Slip, to the front of the return and leave the return in the pack of work when no other error is present.

Note: Fields 07TRV (2006 only) and 07MCT are not generated, but input by the ERS tax examiner as needed.

IRM 3.12.251.39.21.23(1) - Updated the valid tax periods for Field 0704B and Field 07FRM. Added correction procedures for Field 0704B.

(1) Fields Displayed

Field	Field Title
07TTX	Total Tax
>>>>	Total Tax Computer Generated
0704B (Valid for Tax Period 202607 and later)	First installment of Section 1062 applicable net tax liability from Form 1062, line 15

07PYO (Valid for Tax Period 202401 and later)	Preceding Year's Overpayment Credited to the Current Year
07EPA (Valid for Tax Period 202401 and later)	Current Year's Estimated Tax Payments
07CYR (Valid for Tax Period 202401 and later)	Current Year's Refund Applied for on Form 4466
07EST	Estimated Tax Credit Note: Estimated Tax Credit was removed from 2024 form revision but may still be present on prior form revisions.
07EXT	Form 7004 Credits
07RIC	Regulated Investment Tax Credit
07ARC	Current Year Refundable Tax Credit (2010 through 2019 revisions)
07FIR	Foreign Investors Real Property Tax
07EPE	Elective Payment Election Amount
>>>>>	Elective Payment Verified Amount
07FRM (Valid for Tax Period 202607 and later)	Section 1062 applicable net tax liability from Form 1062, line 14
07ESP	Estimated Tax Penalty
07B/R	Balance Due/Overpayment
>>>>>	Balance Due/Overpayment Computer Generated
07CTW	Chapter Three Withholding
07CRE	Credit Elect
07RC>	Refundable Credits Computer Generated
15TG>	Total Gas Tax Credit Computer Generated
S15DP	Section 15 Data Present
S16DP	Section 16 Data Present

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S17DP	Section 17 Data Present
S18DP	Section 18 Data Present
S23DP	Section 23 Data Present
S24DP	Section 24 Data Present
S25DP	Section 25 Data Present

3) Correction Procedures:

- a. Correct coding and transcription errors and misplaced entries.
- b. **Field 0704B**, Section 1062 applicable net tax liability due this year, is valid 202607 and later.

Note: If the entry in Field 0704B was deleted due to an invalid tax period, send TPNC 90 (e.g., 90 - 266) with the following literal, "We computed your return without applying the election from Form 1062. The election is not valid for tax periods earlier than July 2026."

For an updated listing of the non-programmed TPNC 90 literals, see TPNC 90 Literals - Copy and Paste Job Aid, on Servicewide Electronic Research Program (SERP) at TPNC 90 Literals.

- c. The following fields are valid for Tax Periods 202401 and later:
 - Field 07PYO
 - Field 07EPA
 - Field 07CYR

If	And	Then
Field 07PYO, Field 07EPA, or Field 07CYR are present,	The Tax Period is before 202401,	Delete the entry. Move the entry to Field 07EST.
Field 07EST is present,	The Tax Period is greater than 202312,	Delete the entry. Move the entry to Field 07PYO, 07EPA and/or 07CYR as shown on the return.

- d. When EC 188 generates due to an error with FIRPTA credit, see IRM 3.12.251.39, Form 1120-F Sections and Fields, and IRM 3.12.251.39.7.1, Section 07 Field Errors, for Line 5i instructions. If the withholding cannot be verified and the necessary forms are attached, send TPNC 90 (e.g., 90 - 254) with the following language: "You

claimed \$_____ of FIRPTA credit on Line 5i of Form 1120-F, however, we show payments on (Select the correct form type Form 1042-S, Form 8828-A or Form 8805) of \$_____. Your return was changed accordingly."

- e. For an updated listing of the non-programmed TPNC 90 literals, see TPNC 90 Literals - Copy and Paste Job Aid on Servicewide Electronic Research Program (SERP) at TPNC 90 Literals.
- f. TPNCs 10, 36, 40, 88, 89 and 90 are valid.
- g. Timber Gains claimed on Schedule D, Part IV, are not valid for Tax periods 201812 and later. For tax years beginning in 2016 through 2017, if a corporation has both a net capital gain and qualified timber gain, then a maximum 23.8 percent capital gain tax rate may apply to the timber gain. If the taxpayer is using Part IV, Schedule D to figure tax, then follow the instructions below:

If	Then
Taxpayer has used Schedule D to figure their tax,	Verify Part IV, Schedule D is correct. Caution: Taxpayer must have amount of gain on Line 19, Schedule D, to use this method for figuring tax.
Tax is correct and Schedule D is complete,	Enter taxpayers figure in Field 07MCT.
Taxpayer has not shown an amount on Line 19, Schedule D,	Refigure tax using normal procedures and enter in Field 07MCT.
If taxpayer has shown an amount on Line 19 and used Schedule D to figure their tax and the taxpayer is a fiscal filer (Tax periods 201801 through 201811),	Compute tax using a blended rate. For months in 2017 use 23.8 percent and months in 2018 use 21 percent, see IRM 3.12.251.36, Form 1120 - Tax Rates, for instructions to figure tax using a blended rate.

Note: If taxpayer did not show a gain on Line 19, Schedule D, send TPNC 90 with the following language: "We changed your tax return since you didn't report any timber gains on Line 19, of Schedule D," to tell the taxpayer we changed their tax since they did not report any gain for timber on Line 19, Schedule D.

IRM 3.12.251.41.1.7(3) - Updated the valid tax periods for Return Processing Code "P."

(3) Correction Procedures:

- a. Correct misplaced entries and transcription errors.
- b. When the code(s) entered on the return are illegible or invalid, examine the return and enter the correct code from the table below:

Note: RPCs do not have to be entered in any specific order.

RPC	Explanation
E	Form 8865, Schedule G, Statement of Application for the Gain Deferral Method Under Section 721(c), is attached.
F	Form 8865, Schedule H, Acceleration Events and Exceptions Reporting Relating to Gain Deferral Method Under Section 721(c), is attached.
G	Form 5471, Schedule G-1, Cost Sharing Arrangement is attached.
J	For tax periods 202201 - 202212, taxpayer writes IRA22 DPE on: • Form 1120-L, Line 28g(1) or on an attachment. • Form 1120-PC, Line 15i or on an attachment.
K	For tax periods 202201 - 202212, taxpayer writes IRA22TRE on Form 3800 at the top of the return, or on an attachment.
L	Form 7204, Consent to Extend the Time to Assess Tax Related to Contested Foreign Income Taxes - Provisional Foreign Tax Credit Agreement, is attached.
M	Form 7205, Energy Efficient Commercial Buildings Deduction, is attached.
N	Form 4626, Alternative Minimum Tax (Revision 2023) is attached.
P	Tax Period is 202607 - 202612 and any of the following conditions are present: • Form 1120-L AND Form 1062 is attached, OR • There is an amount on Line 26b and/or Line 27i AND the taxpayer is a fiscal year filer. • Form 1120-PC AND Form 1062 is attached, OR • There is an amount on Line 15b and/or Line 16g AND the taxpayer is a fiscal year filer.

1	Form 8991, Tax on Base Erosion Payments of Taxpayers with Substantial Gross Receipts, is attached.
2	Form 8992, U.S. Shareholder Calculation of Global Intangible Low-Taxed Income (GILTI), is attached.
3	Form 8993, Section 250 Deduction for Foreign-Derived Intangible Income (FDII) and Global Intangible Low-Taxed Income (GILTI), is attached.
4	Form 8994, Employer Credit for Paid Family and Medical Leave, is attached.
6	Form 8996, Qualified Opportunity Fund, is attached.
7	Form 8990, Limitation on Business Interest Expense IRC 163(j), is attached.

IRM 3.12.251.41.6.1(1) and (3) - Updated the valid tax periods for Field 0715B, Field 0726B and Field 07FRM. Added correction procedures for Fields 0715B and 0726B.

(1) Listed below are the fields in Section 07:

Field	Field Title	Field Length	Location on Form 1120-L	Location on Form 1120-PC
07TTX	Total Tax	15	Page 1, Line 26a (Line 28 for 2017 and prior)	Page 1, Line 15a (Line 14 for 2023) (Line 13 for 2022 and prior)
0796P	Net 965 Tax Liability Paid for the Reporting Year	15	Page 1, Line 27 (Revision 2018 through 2020) (Tax Period 201712 through 202012)	Page 1, Line 14 (Revision 2018 through 2020) (Tax Period 201712 through 202012).
0715B (Valid for Tax Period 202607 and later)	Net Section 1062 Tax Liability due this year, from Form 1062	15	N/A	Page 1, Line 15b
0726B (Valid for Tax Period 202607 and later)	Net Section 1062 Tax Liability due this year, from form 1062	15	Page 1, Line 26b	N/A

07PYO (Valid for Tax Period 202401 and later)	Preceding Year's Overpayment Credited to the Current Year	15	Page 1, Line 27a	Page 1, Line 16a
07EPA (Valid for Tax Period 202401 and later)	Current Year's Estimated Tax Payments	15	Page 1, Line 27b	Page 1, Line 16b
07CYR (Valid for Tax Period 202401 and later)	Current Year's Refund Applied for on Form 4466	15	Page 1 Line 27c	Page 1, Line 16c
07EST Note: Estimated Tax Credit was removed from 2024 form revision but may still be present on prior form revisions.	Estimated Tax Credit	15	Page 1, Line 27d (2023) (Line 28e for 2022-2018) (Line 29e for 2017 and prior)	Page 1, Line 15d (2023) (Line 15f for 2022 - 2018) (Line 14f for 2017 and prior)
07EXT	Form 7004 Credit	15	Page 1, Line 27d (Line 27e for 2023) (Line 28f for 2022 - 2018) (Line 29g for 2017 and prior)	Page 1, Line 16d (Line 15e for 2023) (Line 15g for 2022 - 2018) (Line 14g for 2017 and prior)
07CRR	Credit by Reciprocal	15	N/A	Page 1, Line 16e (Line 15f for 2023) (Line 15h for 2022 - 2018) (Line 14h for 2017 and prior)
07RIC Form 1120-L	Credit from Form 2439	15	Page 1, Line 27e (Line 27f for 2023) (Line 28g(1) for 2022 - 2018)	N/A

			(Line 29h(1) for 2017 and prior)	
07EPE (Valid for Tax Period 202301 and later)	Elective Payment Election	15	Page 1, Line 27h (Line 27i for 2023)	Page 1, Line 16f (Line 15i for 2023)
07EPV (Valid for Tax Period 202301 and later)	ERS input only - verified field for 07EPE.	15	Page 1, Line 27h (Line 27i for 2023)	Page 1, Line 16f (Line 15i for 2023)
07FRM (Valid for Tax Period 202607 and later)	Net Tax Liability Deferred on Sale of Farmland	15	Page 1, Line 27i	Page 1, Line 16g
07OCP Form 1120-L (Valid for Tax Period 202401 and later)	Other Credits and Payments	15	Page 1, Line 27z	N/A
07OC Form 1120-PC	Other Credit	15	N/A	Page 1, Line 16z (Line 15z for 2023) (Line 15i 2022 - 2018) (Line 14i for 2017 and prior)
07ESP	Estimated Tax Penalty	15	Page 1, Line 29 (Line 30 for 2017 and prior)	Page 1, Line 18 (Line 17 for 2023) (Line 16 for 2022 - 2018) (Line 15 for 2017 and prior)
0796I	Section 965 Net Tax Liability	15	Page 1, Line 28i (Revision 2018 through 2020)(Tax Period 201712 through 202012).	Page 1, Line 15d (Revision 2018 through 2020)(Tax Period 201712 through 202012).
07B/R	Amount Owed/Overpayment	15	Page 1, Line 30/31 (Line 31/32	Page 1, Line 19/20 (line 18/19 for

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			for 2017 and prior)	2023) (Line 17/18 for 2022 - 2018) (Line 16/17 for 2017 and prior)
07CRE	Credit Elect	15	Page 1, Line 32a center (Line 32 for 2024) (Line 33 center for 2017 and prior)	Page 1, Line 21a center (Line 21 center for 2024) (Line 20 center for 2023) (Line 19 center for 2022 - 2018) (Line 18 center for 2017 and prior)
07ARC	Current Year Refundable Tax Credit (2010 through 2019 revisions)	15	Page 1, Line 28j (Line 29j for 2017 and prior)	Page 1, Line 15j (Line 14j for 2017 and prior)
07MCT	Manually Corrected Income Tax	15	Page 1, Line 26a left (Line 25 left for 2023 and prior)	Page 1, Line 15a left (Line 14 left for 2023) (Line 13 left for 2022 - 2018)
07FWV Form 1120-L	U.S. income tax paid or withheld at source from Form 1042-S	15	Page 1, Line 27g (Line 28h for 2023) (Line 29i for 2017 and prior)	N/A

1. Field **07MCT** - This field is not transcribed. It will be used to enter the manually computed amount of "Manually Corrected Total Tax" by the ERS Tax Examiner.

(3) Correction Procedures:

- a. Correct coding and transcription errors and misplaced entries.
- b. If a "positive only" field is negative, delete the entry.

- c. Field 0715B (1120-PC) and Field 0726B (1120-L), First installment of section 1062 applicable net tax liability, is valid for Tax Period 202607 and later.

If	And	Then
Field 0715B (1120-PC) or Field 0726B (1120-L) are present,	The Tax Period is before 202607,	○ Delete the entry. ○ If the deletion triggers a Math Error Code, send TPNC 90 (e.g., 90-266) with the following language: We computed your return without applying the election from Form 1062. The election is not valid for tax periods earlier than July 2026. ○ For an updated listing of the non-programmed TPNC 90 literals, see TPNC 90 Literals - Copy and Paste Job Aid on Servicewide Electronic Research Program (SERP) at TPNC 90 Literals.
Field 0715B (1120-PC) or Field 0726B (1120-L) are present,	The Tax Period is 202607 - 202612,	Enter RPC P.

- d. The following fields are valid for Tax Periods 202401 and later:

- Field 07PYO
- Field 07EPA
- Field 07CYR
- Field 07OCP

If	And	Then
Field 07PYO, Field 07EPA, or Field 07CYR are present,	The Tax Period is before 202401,	Delete the entry. Move the entry to Field 07EST.
Field 07OCP is present,	The Tax Period is before 202401,	Delete the entry. If the deletion triggers a Math Error Code, then send the applicable TPNC.

- e. Follow the instructions below for Field 07EST, Estimated Tax Credit:

If	And	Then
Field 07EST is present,	The Tax Period is greater than 202312,	Delete the entry. Move the entry to Field 07PYO, 07EPA and/or 07CYR as shown on the return.

- f. Field 07FRM - If an entry is present on Line 16g (1120-PC) or Line 27i (1120-L) and the tax period is between 202607 - 202612, enter RPC "P."
- g. If entries are present in both Fields 07B/R (with a minus sign behind it) and 07ARC, suspend return with Action Code "470," attach a special, colored Form 4227, Intra-SC Reject or Routing Slip, to the front of the return and leave the return in the pack of work when no other error is present.

IRM 3.12.251.41.20.24(1) and (2) - Updated the valid tax periods for Field 0715B, Field 0726B and Field 07FRM. Added correction procedures for Field 0715B and Field 0726B.

(1) Fields Displayed

Field	Field Title
07TTX	Total Tax
>>>>>	Total Tax Computer
0796P	Net 965 tax liability paid for the reporting year (Tax Periods 201712 through 202012)
0715B (Valid for Tax Period 202607 and later)	Section 1062 Applicable Net Tax Liability due this year (Form 1120-PC only)
0726B (Valid for Tax Period 202607 and later)	Section 1062 Applicable Net Tax Liability due this year (Form 1120-L only)
07PYO (Valid for Tax	Preceding Year's Overpayment Credited to the Current Year

Period 202401 and later)	
07EPA (Valid for Tax Period 202401 and later)	Current Year's Estimated Tax Payments
07CYR (Valid for Tax Period 202401 and later)	Current Year's Refund Applied for on Form 4466
07EST	Estimated Tax Credit Note: Estimated Tax Credit was removed from 2024 form revision but may still be present on prior form revisions.
07EXT	Form 7004 Credit
07CRR	Credit by Reciprocal (Form 1120-PC only)
07OC	Other Credit(Form 1120-PC only) Note: Credits that may be reported on Line 16z (Line 15z for 2023) (Line 15i for 2022 - 2018) (Line 14i for 2017 and prior) include: • Credit for tax withheld under Chapter 3 or 4 shown on Form "1042-S", Form "8805", or Form "8288-A". • Credit for tax on ozone-depleting chemicals. See Section 4682(g)(2). • Credit under section 960(c) (section 960(b) for pre-2018 tax years of foreign corporations). • Section 1341 credit for repayments of amounts included in income from earlier years.
07RIC	Form 4255, Certain Credit Recapture, Excessive Payments, and Penalties
07ESP	Estimated Tax Penalty
0796I	Form 965-B, Corporate and Real Estate Investment Trust (REIT) Report of Net 965 Tax Liability and Electing REIT Report of 965 Amounts, Part I Lines 1 through 4, Column (d) - Net 965 Tax Liability (Tax Periods 201712 through 202012)
07EPE	Elective Payment Election Amount
>>>>>	Elective Payment Verified Amount

07B/R	Balance Due/Overpayment
>>>>	Balance Due/Overpayment - Computer Generated
07FRM (Valid for Tax Period 202607 and later)	Net Section 1062 Tax Liability due this year
07CRE	Credit Elect Amount
07MCT	Manually corrected income tax
15TG>	Total credit Form 4136 Computer Generated.
S15DP	Section 15 Present
S16DP	Section 16 Present
S17DP	Section 17 Present
S18DP	Section 18 Present
S23DP	Section 23 Present
S24DP	Section 24 Present
S25DP	Section 25 Present

(2) Error Code 188 procedures are the same as Form 1120, see IRM 3.12.251.32.42, Error Code 188 - Balance Due Math Error.

(3) Field 0715B (1120-PC) and Field 0726B (1120-L), Section 1062 applicable net tax liability due this year, is valid 202607 and later.

Note: If the entry in Field 0715B (1120-PC) or Field 0726B (1120-L) was deleted due to an invalid tax period, send TPNC 90 (e.g., 90 - 266) with the following literal, "We computed your return without applying the election from Form 1062. The election is not valid for tax periods earlier than July 2026."

For an updated listing of the non-programmed TPNC 90 literals, see TPNC 90 Literals - Copy and Paste Job Aid, on Servicewide Electronic Research Program (SERP) at TPNC 90 Literals

IRM 3.12.251.42.7(1) and (3) - Updated the valid tax periods for Field 0724B and Field 07FRM. Added correction procedures for Field 0724B.

(1) Fields Displayed

Field	Field Title	Location on Form 1120-REIT	Location on Form 1120-RIC
07TTX	Total tax	Page 2, Line 24a (Line 23 for 2022 and prior)	Page 1, Line 27
0796P	Section 965 Net Tax Liability Paid for the Reporting Year	Page 2, Line 24 (Revision 2018 through 2020)(Tax Period 201712 through 202012).	Page 1. Line 28 (Revision 2018 through 2020)(Tax Period 201712 through 202012).
0724B (Valid for Tax Period 202607 and later)	Section 1062 Applicable Net Tax Liability due this year	Page 2, line 24b	N/A
07PYO (Valid for Tax Period 202401 and later)	Preceding Year's Overpayment Credited to the Current Year	Page 2, Line 25a	Page 1, Line 28a
07EPA (Valid for Tax Period 202401 and later)	Current Year's Estimated Tax Payments	Page 2, Line 25b	Page 1, Line 28b
07CYR (Valid for Tax Period 202401 and later)	Current Year's Refund Applied for on Form 4466	Page 2, Line 25c	Page 1, Line 28c
07EST Note: Estimated Tax Credit was removed from 2024 form revision but may still be present on prior form revisions.	Estimated tax credits	Page 2, Line 25d (24d 2017 and prior) Page 1	Page 1, Line 28d (Line 29d for 2022 - 2018) (28d 2017 and prior)
07EXT	Tax deposited with Form 7004	Page 2, Line 25d (Line 25e for 2023) (Line 24e 2017 and prior) Page 1	Page 1, Line 28d (Line 28e for 2023) (Line 29e for 2022 - 2018) (Line 28e 2017 and prior)

07RIC	Form 2439	Page 2, Line 25e (Line 25f for 2023) (Line 24f 2017 and prior) Page 1	Page 1, Line 28e (Line 28f for 2023) (Line 29f for 2022 - 2018) (Line 28f 2017 and prior)
07EPE (Valid for Tax Period 202301 and later)	Elective Payment Election	Page 2, Line 25g (Line 25h for 2023)	Page 1, Line 28g (Line 28h for 2023)
07EPV (Valid for Tax Period 202301 and later)	ERS input only - verified field for 07EPE.	Page 2, Line 25g (Line 25h for 2023)	Page 1, Line 28g (Line 28h for 2023)
07FRM (Valid for Tax Period 202607 and later)	Net Tax Liability Deferred on Sale of Farmland	Page 2, Line 25h	N/A
07ARC	Current Year Refundable Tax Credit (2010 through 2019 revisions)	Page 2, Line 25g (24g 2017 and prior) Page 1	Page 2, Line 29h, (28h 2017 and prior)
0796I	Section 965 Net Tax Liability	Page 2, Line 25h (Revision 2018 through 2020) (Tax Period 201712 through 202012).	Page 2, Line 29i (Revision 2018 through 2020) (Tax Period 201712 through 202012).
07OPC (Valid for Tax Period 202401 and later)	Other Payments and Credits	Page 2, Line 25z	Page 1, Line 28z
07ESP	Estimated tax penalty	Page 2, Line 27 (25 2017 and prior) Page 1	Page 2, Line 30, (29 2017 and prior)
07B/R	Amount owed/overpaid	Page 2, Line 28/29 (26/27 2017 and prior) Page 1	Page 2, Line 31/32, (30/31 2017 and prior)
07CRE	Credit elect	Page 2, Line 30a (28 2017 and prior)	Page 2, Line 33a, (32 2017 and prior)

07TRI (Valid for Tax Period 202401 and later)	Tax on REIT Taxable Income	Schedule J, Line 1a	N/A
07TII (Valid for Tax Period 202401 and later)	Tax on Investment Taxable Income	N/A	Schedule J, Line 1a
07JP2	Part II tax	Schedule J, Line 1b (Line 2b for 2023 and prior)	N/A
07JP3	Part III tax	Schedule J, Line 1c (Line 2c for 2023 and prior)	N/A
07JP4	Part IV tax	Schedule J, Line 1d (Line 2d for 2023 and prior)	N/A
07T57	Section 857 tax	Schedule J, Line 1e (Line 2e for 2023 and prior)	N/A
07T56	Section 856(b)(7)(A) tax	Schedule J, Line 1f (Line 2f for 2023 and prior)	N/A
07T6G	Section 856(c)(7) tax	Schedule J, Line 1g (Line 2g for 2023 and prior)	N/A
07SEC (Valid for Tax Period 202401 and later)	Section 1291 Tax from Form 8621	Schedule J, Line 1h	Schedule J, Line 1e
07ATX (Valid for Tax Period 202401 and later)	Additional Tax Under Section 197(f)	Schedule J, Line 1i	Schedule J, Line 1f
07TAJ (Valid for Tax Period 202401 and later)	Tax Adjustment from Form 8978	Schedule J, Line 1j	N/A

07CTR (Valid for Tax Period 202401 and later)	Chapter 1 Tax Recapture from Form 4255	Schedule J, Line 1k	Schedule J, Line 1g
07OCT (Valid for Tax Period 202401 and later)	Other Chapter 1 Tax	Schedule J, Line 1z	Schedule J, Line 1z
07GIT	Gross Income Tax	Schedule J, Line 2 (Line 2h for 2023 and prior)	Schedule J, Line 2 (Line 2e for 2023 and prior)
07GVT	Gross verified tax	Manual input Correction Field only	Manual input Correction Field only
07MCT	Manually corrected income tax	Manual input Correction Field only	Manual input Correction Field only
07TU8	Tax under Section 851(d)(2)	N/A	Schedule J, Line 1c (Line 2c for 2023 and prior)
07TUI	Tax under Section 851(i)	N/A	Schedule J, Line 1d (Line 2d for 2023 and prior)

- a. Field **07GVT** - This Field is not transcribed. It will be used to enter the manually computed amount of "Gross Verified Tax" by the ERS Tax Examiner.
- b. Field **07MCT** - This Field is not transcribed. It will be used to enter the manually computed amount of "Manually Corrected Total Tax" by the ERS Tax Examiner.

(3) Correction Procedures:

- a. Correct coding and transcription errors and misplaced entries.
- b. If a "positive only" field is negative, delete the field.
- c. Field 0724B, First installment of section 1062 applicable net tax liability, is valid for Tax Period 202607 and later..

If	And	Then
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Field 0724B is present,	The Tax Period is before 202607,	○ Delete the entry. ○ If the deletion triggers a Math Error Code, send TPNC 90 (e.g., 90-266) with the following language: We computed your return without applying the election from Form 1062. The election is not valid for tax periods earlier than July 2026. ○ For an updated listing of the non-programmed TPNC 90 literals, see TPNC 90 Literals - Copy and Paste Job Aid on Servicewide Electronic Research Program (SERP) at TPNC 90 Literals.
Field 0724B is present,	The Tax Period is 202607 - 202612,	Enter RPC P .

d. The following fields are valid for Tax Periods 202401 and later:

- Field 07PYO
- Field 07EPA
- Field 07CYR
- Field 07OPC
- Field 07TRI
- Field 07TII
- Field 07SEC
- Field 07ATX
- Field 07TAJ
- Field 07CTR
- Field 07OCT

If	And	Then
Field 07PYO, Field 07EPA or Field 07CYR are present,	The Tax Period is before 202401,	Delete the entry. Move the entry to Field 07EST.
Field 07OPC, Field 07TRI, Field 07TII, Field 07SEC, Field 07ATX, Field or 07TAJ are present,	The Tax Period is before 202401,	Delete the entry. If the deletion triggers a Math Error Code, then send the applicable TPNC.

- e. Follow the instructions below for Field 07EST, Estimated Tax Credit:

If	And	Then
Field 07EST is present,	The Tax Period is greater than 202312,	Delete the entry. Move the entry to Field 07PYO, 07EPA and/or 07CYR as shown on the return.

- f. Field 07FRM - If an entry is present on Line 25h and the tax period is 202607 - 202612, enter RPC "P." Form 1120-REIT.
- g. Follow the instructions below for Field 07CTR, Chapter 1 Tax Recapture from Form 4255:

If	And	Then
Field 07CTR is present,	The Tax Period is before 202401,	Delete the entry. If the deletion triggers a Math Error Code, then send the applicable TPNC.
Field 07CTR is present with an amount of # [REDACTED] # ,	The Tax Period is after 202401 and Form 4255 is missing,	Correspond.

- h. GTSEC 08 to determine if Alternative Minimum Tax is reported. If not, delete the amount reported in Field 07ESP, see EC 188, IRM 3.12.251.42.22.36, Error Code 188 - Balance Due Math Error, for further instructions.
- i. If entries are present in both Fields 07B/R (with a minus sign behind it) and 07ARC, suspend return with Action Code "470," attach Form 4227, Intra-SC Reject or Routing Slip, to the front of the return and leave the return in the pack of work when no other error is present.