

Date of Approval: **February 27, 2020**

PIA ID Number: **4702**

SYSTEM DESCRIPTION

Enter the full name and acronym for the system, project, application and/or database.

FedState, FedState

Is this a new system?

No

Is there a PCLIA for this system?

Yes

What is the full name, acronym and milestone of the most recent PCLIA?

FedState PIA #2101 MS4b

What is the approval date of the most recent PCLIA?

3/29/2017

Changes that occurred to require this update:

Expiring PCLIA

Were there other system changes not listed above?

No

What governance board or Executive Steering Committee (ESC) does this system report to? Full name and acronym.

Corporate Data Governance Board (CP GB)

Current ELC (Enterprise Life Cycle) Milestones:

System Development/Milestone 4B

Operations & Maintenance (i.e. system is currently operational)

Is this a Federal Information Security Management Act (FISMA) reportable system?

No

GENERAL BUSINESS PURPOSE

What is the general business purpose of this system? Provide a clear, concise description of the system, application or database, the reason for the system, and the benefits to the IRS to use the information, and how the information will be used.

The FedState application is a government mandated project which allows the government to share federal tax information with qualifying state agencies under the authority of IRC 6103(d) for the purposes of state tax administration. Annually, each state applicant must file a form to apply for each of the possible 20+ extracts that are available. Some extracts continue with field selection as well. Once approved for an extract, the state will generally send a text file to the IRS. This file is then matched against the federal data file (depending on the extract). The state agency then "pulls" the data from our server to their server/computer. Data received by the state is used for tax administration and compliance purposes.

PII DETAILS

Does the system use, collect, receive, display, store, maintain, or disseminate IR Code 6103 taxpayer information; or any other type of Sensitive but Unclassified (SBU) information or PII such as information about IRS employees or outside stakeholders?

Yes

Does the system use, collect, receive, display, store, maintain, or disseminate Social Security Numbers (SSN's) or tax identification numbers (i.e. last 4 digits, etc.)?

Yes

What types of tax identification numbers (TIN) apply to this system?

Social Security Number (SSN)

List the approved Treasury uses of the SSN:

Legal/statutory basis (e.g. where collection is expressly required by statute)

Explain why the authorized use(s) above support the new or continued use of SSNs (or tax identification numbers)

The Office of Management and Budget OMB Circular A-130 requires that federal agencies develop a mitigation or elimination strategy for systems that use SSNs, which the Service continues to develop strategies to meet. An exception to that requirement is when the SSN is uniquely needed to identify a user's record. FedState requires the use of SSN's because no other identifier can be used to uniquely identify a taxpayer at this time. SSNs are permissible from Internal Revenue Code (IRC) 6109, which requires individual taxpayers to include their SSNs on their income tax returns.

Describe the planned mitigation strategy and forecasted implementation date to mitigate or eliminate the use of SSN's (or tax identification numbers).

The Office of Management and Budget OMB Circular A-130 requires that federal agencies develop a mitigation or elimination strategy for systems that use SSNs, which the Service continues to develop strategies to meet. An exception to that requirement is when the SSN is uniquely needed to identify a user's record. FedState requires the use of SSN's because no other identifier can be used to uniquely identify a taxpayer at this time. SSNs are permissible from Internal Revenue Code (IRC) 6109, which requires individual taxpayers to include their SSNs on their income tax returns.

Employer Identification Number

Other Taxpayer Identification Number

Does this system use, collect, receive, display, store, maintain or disseminate other (non-SSN) PII (i.e. names, addresses, etc.)?

Yes

Specify the PII Elements:

Name

Mailing address

Date of Birth

Tax Account Information

Does this system use, collect, receive, display, store, maintain, or disseminate SBU information that is not PII?

Yes

Specify the types of SBU from the SBU Types List

Agency Sensitive Information Information which if improperly used or disclosed could adversely affect the ability of the agency to accomplish its mission

Are there other types of SBU/PII used in the system?

No

Cite the authority for collecting SBU/PII (including SSN if relevant)

PII for federal tax administration is generally Internal Revenue Code Sections 6001, 6011, & 6012e(a)

SSN for tax returns and return information is Internal Revenue Code Section 6109

Has the authority been verified with the system owner?

Yes

BUSINESS NEEDS AND ACCURACY

Explain the detailed business needs and uses for the SBU/ PII, and how the SBU / PII is limited only to that which is relevant and necessary to meet the mission requirements of the system. If SSNs (or tax identification numbers) are used, explicitly explain why use of SSNs meets this criteria. Be specific.

Internal Revenue Code section 6103(d) permits IRS employees to disclose federal tax information to State tax agencies for state tax administration purposes. Annually, the state agencies go through a rigorous process to enroll for the specific extracts. If approved, the state uses the data for tax compliance. The SSNs are used to match the federal records against the state records.

How is the SBU/PII verified for accuracy, timeliness and completion?

Various systems send input data through the FedState program depending on the extract type. All the data input comes from an authenticated source and deemed reliable by the Governmental Liaison's Office as well as Application Development. The output to participating state agencies are also tested and verified for quality and accuracy. The data files are processed through Quality Review (QR) audits before delivery to participating state agencies.

PRIVACY ACT AND SYSTEM OF RECORDS

The Privacy Act requires Federal agencies that maintain a system of records to publish systems of records notices (SORNs) in the Federal Register for records from which information is retrieved by any personal identifier for an individual who is a US citizen, or an alien lawfully admitted for permanent residence. The Privacy Act also provides for criminal penalties for intentional noncompliance.

Does your application or this PCLIA system pertain to a group of any record from which information is retrieved by any personal identifier for an individual who is a US citizen, or an alien lawfully admitted for permanent residence? An identifier may be a symbol, voiceprint, SEID, or other personal identifier that is used to retrieve information.

Yes

Identify the Privacy Act SORN(s) that cover these records.

IRS 24.030 Customer Account Data Engine Individual Master File

IRS 24.046 Customer Account Data Engine Business Master File

IRS 34.037 Audit Trail and Security Records

RESPONSIBLE PARTIES

Identify the individuals for the following system roles:

Official Use Only

INCOMING PII INTERFACES

Does the system receive SBU/PII from other systems or agencies?

Yes

Does the system receive SBU/PII from IRS files and databases?

Yes

Enter the files and databases:

System Name: Individual Master File

Current PCLIA: Yes

Approval Date: 2/28/2017

SA&A: Yes

ATO/IATO Date: 9/22/2019

System Name: Individual Taxpayer Identification Number

Current PCLIA: Yes

Approval Date: 2/13/2018

SA&A: Yes

ATO/IATO Date: 5/7/2019

System Name: Computer Paragraph 2000 (Under Reporters)

Current PCLIA: Yes

Approval Date: 3/2/2017

SA&A: No

System Name: Federal Employee Identification Number

Current PCLIA: No

SA&A: No

System Name: Exam/Appeals

Current PCLIA: Yes

Approval Date: 3/2/2017

SA&A: No

System Name: Individual Return Transaction File

Current PCLIA: Yes

Approval Date: 3/2/2017

SA&A: No

System Name: Business Master File

Current PCLIA: Yes

Approval Date: 8/27/2018

SA&A: Yes

ATO/IATO Date: 11/12/2019

System Name: Business Return Transaction File
Current PCLIA: Yes
Approval Date: 8/27/2018
SA&A: Yes
ATO/IATO Date: 11/12/2019

Does the system receive SBU/PII from other federal agency or agencies?

No

Does the system receive SBU/PII from State or local agency (-ies)?

Yes

For each state and local interface identify the organization that sends the SBU/PII, how the SBU/PII is transmitted and if there is an Inter-Agency Agreement (ISA) /Memorandum of Understanding (MOU).

Organization Name: Qualified State Agency
Transmission Method: EFTU via secured data transfer
ISA/MOU: No

Does the system receive SBU/PII from other sources?

No

Does the system receive SBU/PII from Taxpayer forms?

No

Does the system receive SBU/PII from Employee forms (e.g. the I-9)?

No

DISSEMINATION OF PII

Does this system disseminate SBU/PII?

Yes

Does this system disseminate SBU/PII to other IRS Systems?

No

Does this system disseminate SBU/PII to other Federal agencies?

No

Does this system disseminate SBU/PII to State and local agencies?

Yes

Identify the full names of the state and local agency(s) that receive SBU/PII from this system, and if there is an Inter-Agency Agreement (ISA) /Memorandum of Understanding (MOU).

Organization Name: Alaska Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Arkansas Dept. of Finance & Administration
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Arizona Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: California Franchise Tax Board
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: California Department Of Tax And Fee Administration
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Colorado Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Connecticut Dept. of Revenue Services
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: District of Columbia Office of Tax and Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Delaware Division Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Florida Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Georgia Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Hawaii Department Of Taxation
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Iowa Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Idaho State Tax Commission
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: North Carolina Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: North Dakota Office Of State Tax Commissioner
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Nebraska Department of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: New Hampshire Department Of Revenue Administration
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: New Jersey Division Of Taxation
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: New Mexico Taxation & Revenue Department
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Nevada Dept. Of Taxation
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: New York Department Of Taxation And Finance
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Ohio Department Of Taxation
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Oklahoma Tax Commission
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Oregon Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Pennsylvania Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Rhode Island Division Of Taxation
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Vermont Department Of Taxes
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Washington Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Wisconsin Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: West Virginia State Tax Department
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Ohio Regional Income Tax Agency (RITA)
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Indiana Department Of Workforce Development
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Kentucky Office Of Unemployment Insurance
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Louisiana Workforce Commission
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Maryland Department Of Labor
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Maine Department Of Labor
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Michigan Unemployment Insurance
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Minnesota Dept. of Employment & Economic Devel.
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Missouri Division Of Employment Security
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Mississippi Department Of Employment Security
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: North Dakota Job Service
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Nebraska Department of Labor
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: New Hampshire Employment Security
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: New Jersey Dept. of Labor And Workforce Devel.
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: New York State Department Of Labor
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Ohio Department Of Job And Family Services
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Pennsylvania Dept. of Labor & Industry
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Alabama Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Illinois Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Indiana Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Kansas Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Kentucky Department Of Revenue`
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Louisiana Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Massachusetts Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Comptroller Of Maryland
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Maryland Dept. of Assessments & Taxation
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Maine Revenue Services
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Michigan Department Of Treasury
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Minnesota Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Missouri Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Mississippi Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Montana Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: South Carolina Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: South Dakota Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Tennessee Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Texas Comptroller Of Public Accounts
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Utah State Tax Commission
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Virginia Department Of Taxation
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Ohio Central Collection Agency (CCA)
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Louisville Metro Revenue Commission
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Lexington-Fayette Urban County Government
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: City Of Detroit, Office Of Treasury
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Kansas City Department Of Finance
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: City Of St. Louis Collector Of Revenue (Missouri)
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: New York City Department Of Finance
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: City Of Toledo
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: City Of Cincinnati
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: City Of Columbus
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: City Of Portland, Revenue Division
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: City Of Philadelphia - Department Of Revenue
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Alabama Department Of Labor
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Arizona Department Of Economic Security, Unemployment Tax
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: California Employment Development Dept
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Colorado Department Of Labor And Employment
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: District of Columbia Dept. of Employment Services
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Delaware Division of Unemployment Ins.
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Georgia Department Of Labor
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Hawaii Department Of Labor And Industrial Relations
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Iowa Workforce Development Unemploy. Insur. Div.
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Idaho Department Of Labor
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: South Dakota Department Of Labor And Regulation
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Tennessee Department Of Labor And Workforce Development
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Utah Department Of Workforce Services
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Virginia Employment Commission
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Washington Employment Security Department
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Wisconsin Department Of Workforce Development
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Workforce West Virginia
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Organization Name: Wyoming Department Of Workforce Services
Transmission Method: Secure Data Transfer / EFTU
ISA/MOU Yes

Identify the authority

IRC 6103(d), tax administration

Identify the Routine Use in the applicable SORN (or Privacy Act exception)

IRC 6103(d), tax administration

For what purpose?

IRC 6103(d), tax administration

Does this system disseminate SBU/PII to IRS or Treasury contractors?

No

Does this system disseminate SBU/PII to other Sources?

No

PRIVACY SENSITIVE TECHNOLOGY

Does this system use social media channels?

No

Does this system use privacy-sensitive technologies such as mobile, global position system (GPS), biometrics, RFID, etc.?

No

Does the system use cloud computing?

No

Does this system/application interact with the public?

No

INDIVIDUAL NOTICE AND CONSENT

Was/is notice provided to the individual prior to collection of information?

Yes

How is notice provided? Was the individual notified about the authority to collect the information, whether disclosure is mandatory or voluntary, the purpose for which the information will be used, with whom the information may be shared, and the effects on the individual, if any, if they decide not to provide all or any of the requested information?

The IRS notifies all individuals who file tax returns of such collection via the Privacy Act Notice which provides the legal right to ask for information under Internal Revenue Code sections 6001, 6011, and 6012(a), and their regulations. Under these sections, response is mandatory. Code section 6109 requires the individual provide an identifying number.

Do individuals have the opportunity to decline from providing information and/or from consenting to particular uses of the information?

No

Why not?

The information is collected while carrying out the Internal Revenue laws of the United States; an individual cannot decline providing the information.

How does the system or business process ensure 'due process' regarding information access, correction and redress?

This system does not interact with taxpayers. It does not make determinations on its own. Any individual information is received from a system that provides taxpayers with notice and rights to consent and/or amend, as needed, according to various IRCs, through notifications such as Publication 1. Publication 1 "Your Rights as a Taxpayer" explains the rights of the taxpayer, which includes the right to challenge the IRS' position and be heard; and the right to appeal an IRS decision in an independent forum.

INFORMATION PROTECTION

Identify the owner and operator of the system (could be IRS owned and Operated; IRS owned, contractor operated; contractor owned and operated)

IRS Owned and Operated

The following people have access to the system with the specified rights:

IRS Employees

System Administrators: Administrator

How is access to SBU/PII determined and by whom?

Participating state agencies must designate a person who will be granted access to the file servers in order to pull the data via secure data transfer. That person must go through a series of authentication processes to confirm their identity.

RECORDS RETENTION SCHEDULE

Are these records covered under a General Records Schedule (GRS, IRS Document 12829), or has the National Archives and Records Administration (NARA) approved a Records Control Schedule (RCS, IRS Document 12990) for the retention and destruction of official agency records stored in this system?

Yes

How long are the records required to be held under the corresponding GRS or RCS, and how are they disposed of? In your response, please provide the GRS or RCS chapter number, the specific item number, and records series title.

FedState data is approved as temporary, subject to destruction when no longer needed for operational purposes but no longer than 5 years. System data is scheduled under several NARA-approved disposition authorities: (IMF/IRTF Extracts) Job No. N1-58-09-23, published in IRS Document 12990 under Records Control Schedule (RCS) 18, item 53; (BMF Extracts) Job No. N1-58-09-22, published in IRS Document 12990 under RCS 18, item 54; and (BRTF Extracts) Job No. N1-58-09-24, published in IRS Document 12990 under RCS 18, item 55.

SA&A OR ASCA

Has the system been through SA&A (Security Assessment and Authorization) or ASCA (Annual Security Control Assessment)?

No

Is the system secured in accordance with all applicable federal, treasury, and IRS security policy, procedures, and requirements?

Yes

Describe the system's audit trail.

Files transferred into and out of the IRS are logged by the Electronic File Transfer Utility (EFTU). Record counts are collected and reviewed from input files, tickler files, and outgoing files. Quality Review, previously done by EOPs, but currently being done by AD, browse all outgoing data files to validate data integrity. Automated Business Rules are programs run against the outgoing data to verify business requirements have been met. Qualifying state agencies match the record counts to data records received for quality control.

PRIVACY TESTING

Does the system require a System Test Plan?

Yes

Is the test plan completed?

Yes

Where are the test results stored (or documentation that validation has occurred confirming that requirements have been met)?

DocIT

Were all the Privacy Requirements successfully tested?

Yes

Are there any residual system privacy, civil liberties, and/or security risks identified that need to be resolved?

No

Describe what testing and validation activities have been conducted or are in progress to verify and validate that the applicable Privacy Requirements (listed in header) have been met?

Pilot testing with 2 states with test data. Quality review checks for data validity. Business rules processing validate outgoing data. Subject to all rules and restrictions governing mainframe and data transfer from Enterprise Operations and Cyber Security.

SBU DATA USE

Does this system use, or plan to use SBU Data in Testing?

No

NUMBER AND CATEGORY OF PII RECORDS

Identify the number of individual records in the system for each category:

IRS Employees: Not Applicable

Contractors: Not Applicable

Members of the Public: More than 1,000,000

Other: No

CIVIL LIBERTIES

Does the system maintain any information describing how any individual exercises their rights guaranteed by the First Amendment?

No

Is the system information used to conduct 'data-mining' as defined in the Implementing Recommendations of the 9/11 Commission Act of 2007, Public Law 110-53, Section 804?

No

Will this system have the capability to identify, locate, and monitor individuals or groups of people?

No

Does computer matching occur?

Yes

Does your matching meet the Privacy Act definition of a matching program?

Yes

Can the business owner certify that it meets requirements of IRM 11.3.39, Disclosure of Official Information, Computer Matching & Privacy Protection Act?

Yes

ACCOUNTING OF DISCLOSURES

Does the system include or require disclosure of tax or employee information to anyone other than IRS employees in the performance of their duties, or to the person to whom the information pertains or to a 3rd party pursuant to a Power of Attorney, tax or Privacy Act consent?

Yes

Does the system have a process in place to account for such disclosures in compliance with IRC §6103(p) (3) (A) or Subsection (c) of the Privacy Act? Contact Disclosure to determine if an accounting is required.

Yes