

Date of Approval: **March 14, 2023**

PIA ID Number: **7460**

## **SYSTEM DESCRIPTION**

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

Information Returns Processing, IRP

*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?*

Information Returns Processing, IRP, PIA # 4741

*What is the approval date of the most recent PCLIA?*

3/16/2020

*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.*

Application Development Corporate Data Domain Governance Board (AD CPD GB)

*Current ELC (Enterprise Life Cycle) Milestones:*

System Development/Milestone 4B

System Deployment/Milestone 5

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 IRP system receives data submitted by employers and other third parties (payers) reporting taxpayer income such as wages, pensions, interest, and dividends paid during the tax year. This information is validated and stored in the Information Return Master File (IRP: IRMF). The information about the payer is stored in the Payer Master File (PMF). IRP provides information technology support to complementary compliance functions allowing the Internal Revenue Service (IRS) to effectively administer the U. S. tax system. Data is sent to the IRP system and its subordinate applications via a variety of pipeline processes. IRP then attempts to validate all data received, but regardless of the outcome, all data received will be stored on one of several data stores that IRP controls. Upon receipt of an authorized request, IRP performs a data extract and sends requested information internally and externally via GSS-21. Development for IRP is done on a different partition of the ECC-MTB mainframe. IRP is the parent program for IRPS; IRMF; CAWRM; IRPIP; PMF; IRDMDA; IRPNF; IRPUP; and IRPUBWH. List for acronyms listed above: Automated Extensions (AWAX - EAWPMF) Automated Magnetic Media Processing System (AMMPS) Information Returns Master File (IRMF) Information Returns Processing (IRPS) Information Returns Processing Nonfiler (IRPNF) Information Returns Processing Online (IRPOL) Information Returns Processing Underreporter (IRPUR) IRP Underreporter Backup Withholding (IRPUBWH) IRP Validation and Perfection (IRPVAL) (Current PCLIA is IRP- I do not believe it should be listed in this PCLIA) Information Returns Processing Input Processing (IRPIP) Information Returns Transcript File Online (IRPTR) Payer Master File (PMF) Information Returns Document Match Data Assimilation (IRDMDA) Combined Annual Wage Reporting Mainframe (CAWRM) (identified in application listing on ABA) Information Returns Master File Research (IRMFRES) Information Returns Processing Paper Documents (IRPPD) IRPUP - per ABA - Application listing Social Security Administration (SSA)-Railroad Retirement Board 1099 (SSA-RRB 1099 State-Levy Processing (STATE-LEVY)

## **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)

When there is no reasonable alternative means for meeting business requirements

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

IRP requires the use of SSN's because no other identifier can be used to uniquely identify a taxpayer at this time.

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

There is no planned mitigation strategy to mitigate or eliminate the use of the SSN on the system. The IRP system requires the use of SSN's because no other identifier can be used to uniquely identify a taxpayer at this time. The use of 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

Place of Birth

Financial Account Numbers

Employment Information

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.

Official Use Only (OUO) or Limited Official Use (LOU) - Information designated as OUO or LOU is information that: is exempt under one of the statutory Freedom of Information Act exemptions; is prohibited by other laws or regulations; would significantly impede the agency in carrying out a responsibility or function; or would constitute an unwarranted invasion of privacy.

*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.*

The IRP System receives data submitted by employers and other third parties (payers) reporting taxpayer income such as wages, pensions, interest, and dividends paid during the tax year. The name, SSN, TIN, Date of Birth, and address are required to identify the recipient of the income. The amount of income is required for various document matching compliance programs (non-filing and under reporting). IRP provides information technology support to complementary compliance functions allowing the Internal Revenue Service (IRS) to effectively administer the U.S. tax system.

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

The information is received directly from the (system Name). The (system/database/application) is deemed reliable and accurate. The information is not altered in any way. Validation of SSN data is a joint effort between the SSA and IRS. IRS monitors the payer and payee compliance required to report income for accuracy, timeliness, and completeness.

## **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 22.061 – Information Return Master File  
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: Generalized Mainline Framework (GMF)  
Current PCLIA: Yes  
Approval Date: 11/10/2020  
SA&A: No

System Name: Filing Information Returns Electronically (FIRE)  
Current PCLIA: Yes  
Approval Date: 3/26/2021  
SA&A: Yes  
ATO/IATO Date: 6/1/2020

System Name: Payer Master File (PMF)  
Current PCLIA: Yes  
Approval Date: 5/4/2020  
SA&A: No

System Name: Individual Master File (IMF)  
Current PCLIA: Yes  
Approval Date: 3/4/2020  
SA&A: Yes  
ATO/IATO Date: 12/6/2022

System Name: Business Master File (BMF)  
Current PCLIA: Yes  
Approval Date: 10/11/2019  
SA&A: Yes  
ATO/IATO Date: 3/9/2022

System Name: General Support System (GSS)-21  
Current PCLIA: Yes  
Approval Date: 3/24/2022  
SA&A: Yes  
ATO/IATO Date: 3/3/2022

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

Yes

*For each federal 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).*

Name: Social Security Administration (SSA)  
Transmission Method: Secure Data Transfer  
ISA/MOU: Yes

Name: Financial Crimes and Enforcement Network (FinCEN)  
Transmission Method: Secure Data Transfer  
ISA/MOU: Yes

Name: Railroad Retirement Board (RRB)  
Transmission Method: Secure Data Transfer  
ISA/MOU: Yes

Name: United States Department of State (US DOS)  
Transmission Method: Secure Data Transfer  
ISA/MOU: Yes

*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: Alabama Department of Labor; Alabama Department of Revenue; Alaska Department of Revenue; Arizona Department of Economic Security, Unemployment Tax; Arizona Department of Revenue; Arkansas Department of Finance and Administration; California Department of Tax and Fee Administration; California Employment Development Department; California Franchise Tax Board; City of Cincinnati; City of Columbus City of Detroit; City of Philadelphia Department of Revenue; City of Portland Revenue Division; City of St. Louis Collector of Revenue; City of Toledo; Colorado Department of Labor; Colorado Department of Revenue; Comptroller of Maryland; Connecticut Department of Revenue Service; Delaware Department of Revenue Service; Delaware Division of Unemployment Insurance; District of Columbia Department of Employment Services; District of Columbia Office of Tax and Revenue; Florida Department of Revenue; Georgia Department of Labor; Georgia Department of Revenue; Hawaii Department of Labor & Industrial Relations; Hawaii Department of Taxation; Idaho Department of Labor; Idaho State Tax Commission; Illinois Department of Employment Security; Illinois Department of Revenue; Indiana Department of Revenue; Indiana Department of Workforce Development; Iowa Department of Revenue; Iowa Workforce Development Unemployment Insurance Division; Kansas City Department of Finance; Kansas Department of Revenue; Kentucky Department of Revenue; Kentucky Division of Unemployment Insurance; Lexington-Fayette Urban County; Louisiana Department of Revenue; Louisiana Workforce Commission; Louisville Metro Revenue Commission; Maine Department of Labor; Maine Revenue Services; Maryland Department of Assessments & Taxation; Maryland Department of Labor, Licensing & Regulation; Massachusetts Department of Revenue; Michigan Department of Treasury; Michigan Unemployment Insurance; Minnesota Department of Employment & Economic Development; Minnesota Department of Revenue; Mississippi Department of Employment Security; Mississippi Department of Revenue; Missouri Department of Revenue; Missouri Division of Employment Security; Montana Department of Revenue; Nebraska Department of Labor; Nebraska Department of Revenue; Nevada Department of Taxation; New Hampshire Department of Revenue Administration; New Hampshire Employment Security; New Jersey Department of Human Services; New Jersey Department

of Labor and Workforce Development; New Jersey Division of Taxation; New Mexico Taxation & Revenue Department; New York City Department of Finance; New York Department of Taxation and Finance; New York State Department of Labor; North Carolina Department of Revenue; North Dakota Job Service; North Dakota Office of State Tax Commissioner; Ohio Central Collection Agency; Ohio Department of Job & Family Services; Ohio Department of Taxation; Ohio Regional Income Tax Agency; Oklahoma Employment Security Commission; Oklahoma Tax Commission; Oregon Department of Revenue; Pennsylvania Department of Labor & Industry; Pennsylvania Department of Revenue; Puerto Rico Department of Treasury; Rhode Island Division of Taxation; South Carolina Department of Employment & Workforce; South Carolina Department of Revenue; South Dakota Department of Labor; South Dakota Department of Revenue; Tennessee Department of Labor; Tennessee Department of Revenue; Texas Comptroller of Public Accounts; Texas Workforce Commission; Utah Department of Workforce Services; Utah State Tax Commission; Vermont Department of Taxes; Virgin Islands Bureau of Internal Revenue; Virginia Department of Taxation; Virginia Employment Commission; Washington Department of Revenue; Washington Employment Security Department; West Virginia State Tax Department; Wisconsin Department of Revenue; Wisconsin Department of Workforce Development Workforce West Virginia; Wyoming Department of Workforce Services  
Transmission Method: Secure Data Transfer  
ISA/MOU: Yes

*Does the system receive SBU/PII from other sources?*

No

*Does the system receive SBU/PII from Taxpayer forms?*

Yes

*Please identify the form number and name:*

Form Number: 1040

Form Name: Individual Income Tax Return

Form Number: 1042-S

Form Name: Foreign Person's U.S. Source Income Subject to Withholding

Form Number: 1099-K

Form Name: Payment Cared and Third Party Network Transactions

Form Number: 3291

Form Name: Exercise of an Incentive Stock Option Under Section 422(b)

Form Number: 3922

Form Name: Transfer of Stock Acquired Through an Employee Stock Purchase Plan Under Section 423(c)

Form Number: 5498-SA

Form Name: HSA, Archer MSA, or Medicare Advantage MSA Information



Form Number: 5498  
Form Name: IRA Contribution Information

Form Number: W-2G  
Form Name: Certain Gambling Winnings

Form Number: 1099-Q  
Form Name: Payments From Qualified Education Programs (Under Section 529 and 530)

Form Number: 8288-A  
Form Name: Statement of Withholding on Dispositions by Foreign Persons of U.S. Real Property Interests

Form Number: 8935  
Form Name: Airline Payments Report

Form Number: 8805  
Form Name: Foreign Partner's Information Statement of Section 1446 Withholding Tax

Form Number: 1097-BTC  
Form Name: Bond Tax Credit

Form Number: 8596  
Form Name: Information Return for Federal Contracts

Form Number: 1065 Schedule K-1  
Form Name: Partner's Share of Income, Deductions, Credits, etc.

Form Number: 1041 Schedule K-1  
Form Name: Beneficiary's Share of Income, Deductions, Credits, etc.

Form Number: 1120-S Schedule K-1  
Form Name: Shareholder's Share of Income, Credits, Deduction, etc.

Form Number: 1099-H  
Form Name: Health Coverage Tax Credit (HCTC) Advance Payments

Form Number: 5498-ESA  
Form Name: Coverdell ESA Contribution Information

Form Number: 1099-CAP  
Form Name: Changes in Corporate Control and Capital Structure

Form Number: 1098-Q  
Form Name: Qualifying Longevity Annuity Contract (QLAC) Information

Form Number: 1099-S \\  
Form Name: Proceeds From Real Estate Transactions

Form Number: 1098-C

Form Name: Contributions of Motor Vehicles, Boats, and Airplanes

Form Number: 1099-B

Form Name: Proceeds From Broker and Barter Exchange Transactions

Form Number: 1099-A

Form Name: Acquisition or Abandonment of Secured Property

Form Number: 1098

Form Name: Mortgage Interest Statement

Form Number: 1098-T

Form Name: Tuition Statement

Form Number: 1098-E

Form Name: Student Loan Interest Statement

Form Number: 1099-C

Form Name: Cancellation of Debt

Form Number: 1099-G

Form Name: Certain Government Payments

Form Number: 1099-DIV

Form Name: Dividends and Distributions

Form Number: 1099-INT

Form Name: Interest Income

Form Number: 1099-LTC

Form Name: Long-Term Care and Accelerated Death Benefits

Form Number: 1099-SA

Form Name: Distributions from an HSA, Archer MSA, or Medicare Advantage MSA

Form Number: 1099-MISC

Form Name: Miscellaneous Income

Form Number: 1099-OID

Form Name: Original Issue Discount

Form Number: 1099-PATR

Form Name: Taxable Distributions Received From Cooperatives

Form Number: 1099-R

Form Name: Distributions From Pensions, Annuities, Retirement or Profit-Sharing Plans,  
Cat. No. 14436Q Present

Form Number: W-2  
Form Name: Wage and Tax Statement

Form Number: 1099-LS  
Form Name: Reportable Life Insurance Sale

Form Number: 1099-SB  
Form Name: Seller's Investment in Life Insurance Contract

Form Number: 1098-F  
Form Name: Fines, Penalties and Other Amounts

*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?*

Yes

*Identify the full name and acronym of the IRS system(s) that receive SBU/PII from this system.*

System Name: General Support System (GSS)-21  
Current PCLIA: Yes  
Approval Date: 3/24/2022  
SA&A: Yes  
ATO/IATO Date: 3/3/2022

System Name: Electronic Fraud Detection System  
Current PCLIA: Yes  
Approval Date: 12/7/2020  
SA&A: Yes  
ATO/IATO Date: 3/27/2020

System Name: Taxpayer Information File (Under IDRS)  
Current PCLIA: Yes  
Approval Date: 10/26/2021  
SA&A: Yes  
ATO/IATO Date: 3/21/2021

System Name: Federal Payment Levy Program  
Current PCLIA: Yes  
Approval Date: 2/6/2023  
SA&A: No

System Name: Security Audit and Analysis  
Current PCLIA: Yes  
Approval Date: 4/6/2020  
SA&A: Yes  
ATO/IATO Date: 4/29/2020

System Name: Transcript Delivery System (Under E-Services)  
Current PCLIA: Yes  
Approval Date: 11/26/2021  
SA&A: Yes  
ATO/IATO Date: 2/21/2021

System Name: Federal Employee/Retiree Delinquency Initiative  
Current PCLIA: Yes  
Approval Date: 4/30/2021  
SA&A: No

System Name: National Research Program  
Current PCLIA: Yes  
Approval Date: 2/21/2023  
SA&A: Yes  
ATO/IATO Date: 3/24/2022

System Name: Taxpayer Delinquent Account (Under IDRS)  
Current PCLIA: Yes  
Approval Date: 10/26/2021  
SA&A: Yes  
ATO/IATO Date: 3/21/2021

System Name: Automated Underreporter  
Current PCLIA: Yes  
Approval Date: 1/27/2023  
SA&A: Yes  
ATO/IATO Date: 10/24/2022

System Name: Payer Master File  
Current PCLIA: Yes  
Approval Date: 5/4/2020  
SA&A: Yes  
ATO/IATO Date: 3/9/2022

System Name: Integrated Data Retrieval System  
Current PCLIA: Yes  
Approval Date: 10/26/2021  
SA&A: Yes  
ATO/IATO Date: 3/21/2021

System Name: Business Master File Case Creation Nonfiler Identification Process  
Current PCLIA: Yes  
Approval Date: 8/3/2021  
SA&A: Yes  
ATO/IATO Date: 9/10/2020

System Name: Integrated Production Model  
Current PCLIA: Yes  
Approval Date: 10/26/2022  
SA&A: Yes  
ATO/IATO Date: 6/30/2022

System Name: Return Review Processing  
Current PCLIA: Yes  
Approval Date: 10/17/2022  
SA&A: Yes  
ATO/IATO Date: 6/2/2022

System Name: Statistics of Income  
Current PCLIA: Yes  
Approval Date: 6/22/2022  
SA&A: Yes  
ATO/IATO Date: 5/10/2022

System Name: Standard CFOL Access Protocol  
Current PCLIA: Yes  
Approval Date: 8/16/2022  
SA&A: No

System Name: Standard CFOL Overnight Protocol  
Current PCLIA: Yes  
Approval Date: 6/23/2022  
SA&A: No

System Name: Compliance Data Warehouse  
Current PCLIA: Yes  
Approval Date: 2/13/2023  
SA&A: Yes  
ATO/IATO Date: 5/10/2022

*Identify the authority.*

Authority and purpose is pursuant to section 6103(h)(1) of the Internal Revenue Code (IRC). IRC 6103(h)(1) provides for disclosure of returns and return information to officers and employees of the Department of the Treasury (including IRS) whose official duties require access for tax administration. SSNs are permissible from Internal Revenue Code (IRC) 6109, which requires individual taxpayers to include their SSNs on their income tax returns.

*For what purpose?*

For tax administration purposes.

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

Yes

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

Organization Name: Census Bureau  
Transmission Method: Secure Data Transfer  
ISA/MOU: Yes

Organization Name: Department of Veterans Affairs  
Transmission Method: Secure Data Transfer  
ISA/MOU: Yes

Organization Name: Treasury Inspector General for Tax Administration  
Transmission Method: Secure Data Transfer  
ISA/MOU: Yes

Organization Name: Social Security Administration  
Transmission Method: Secure Data Transfer  
ISA/MOU: Yes

Organization Name: Government Accountability Office  
Transmission Method: Secure Data Transfer  
ISA/MOU: No

*Identify the authority.*

The authority to release information is IRC 6103. IRC Â§ 6103(i)(8)(B) permits U.S. Government Accountability Office (GAO) access to any returns or return information obtained by a federal agency for use in any agency program or activity to the extent necessary in auditing such program or activity. Access is permitted pursuant to IRM 11.2.3.3.

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

This system has been designated exempt from sections (c)(3); (d)(1)-(4); (e)(1); (e)(4)(G), (H), (I); and (f) of the Privacy Act, pursuant to 5 U.S.C. 552a(k)(2). (See 31 CFR 1.36).

*For what purpose?*

For the purpose as defined in the respective MOU/ISA. Disclosure of information to TIGTA and/or GAO would rarely occur, but would be for the above stated reason, report of access or audit of system.

*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: Alabama Department of Labor; Alabama Department of Revenue; Alaska Department of Revenue; Arizona Department of Economic Security, Unemployment Tax; Arizona Department of Revenue; Arkansas Department of Finance and Administration; California Department of Tax and Fee Administration; California Employment Development Department; California Franchise Tax Board; City of Cincinnati; City of Columbus City of Detroit; City of Philadelphia Department of Revenue; City of Portland Revenue Division; City of St. Louis Collector of Revenue; City of Toledo; Colorado Department of Labor; Colorado Department of Revenue; Comptroller of Maryland; Connecticut Department of Revenue Service; Delaware Department of Revenue Service; Delaware Division of Unemployment Insurance; District of Columbia Department of Employment Services; District of Columbia Office of Tax and Revenue; Florida Department of Revenue; Georgia Department of Labor; Georgia Department of Revenue; Hawaii Department of Labor & Industrial Relations; Hawaii Department of Taxation; Idaho Department of Labor; Idaho State Tax Commission; Illinois Department of Employment Security; Illinois Department of Revenue; Indiana Department of Revenue; Indiana Department of Workforce Development; Iowa Department of Revenue; Iowa Workforce Development Unemployment Insurance Division; Kansas City Department of Finance; Kansas Department of Revenue; Kentucky Department of Revenue; Kentucky Division of Unemployment Insurance; Lexington-Fayette Urban County; Louisiana Department of Revenue; Louisiana Workforce Commission; Louisville Metro Revenue Commission; Maine Department of Labor; Maine Revenue Services; Maryland Department of Assessments & Taxation; Maryland Department of Labor, Licensing & Regulation; Massachusetts Department of Revenue; Michigan Department of Treasury; Michigan Unemployment Insurance; Minnesota Department of Employment & Economic Development; Minnesota Department of Revenue; Mississippi Department of Employment Security; Mississippi Department of Revenue; Missouri Department of Revenue; Missouri Division of Employment Security; Montana Department of Revenue; Nebraska Department of Labor; Nebraska Department of Revenue; Nevada Department of Taxation; New Hampshire Department of Revenue Administration; New Hampshire Employment Security; New Jersey Department of Human Services; New Jersey Department of Labor and Workforce Development; New Jersey Division of Taxation; New Mexico Taxation & Revenue Department; New York City Department of Finance; New York

Department of Taxation and Finance; New York State Department of Labor; North Carolina Department of Revenue; North Dakota Job Service; North Dakota Office of State Tax Commissioner; Ohio Central Collection Agency; Ohio Department of Job & Family Services; Ohio Department of Taxation; Ohio Regional Income Tax Agency; Oklahoma Employment Security Commission; Oklahoma Tax Commission; Oregon Department of Revenue; Pennsylvania Department of Labor & Industry; Pennsylvania Department of Revenue; Puerto Rico Department of Treasury; Rhode Island Division of Taxation; South Carolina Department of Employment & Workforce; South Carolina Department of Revenue; South Dakota Department of Labor; South Dakota Department of Revenue; Tennessee Department of Labor; Tennessee Department of Revenue; Texas Comptroller of Public Accounts; Texas Workforce Commission; Utah Department of Workforce Services; Utah State Tax Commission; Vermont Department of Taxes; Virgin Islands Bureau of Internal Revenue; Virginia Department of Taxation; Virginia Employment Commission; Washington Department of Revenue; Washington Employment Security Department; West Virginia State Tax Department; Wisconsin Department of Revenue; Wisconsin Department of Workforce Development Workforce West Virginia; Wyoming Department of Workforce Services  
Transmission Method: Secure Data Transfer  
ISA/MOU: Yes

*Identify the authority.*

The authority to release information is IRC 6103.

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

This system has been designated exempt from sections (c)(3); (d)(1)-(4); (e)(1); (e)(4)(G), (H), (I); and (f) of the Privacy Act, pursuant to 5 U.S.C. 552a(k)(2). (See 31 CFR 1.36).

*For what purpose?*

For the purpose as defined in the respective MOU/ISA

*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 (IRC) Sections 6001, 6011, and 6012(a), and their regulations. Under these sections, response is mandatory. IRC 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. Under IRC Sections 6001, 6011, and 6012(a), and their regulations, response is mandatory. IRC Section 6109 requires the individual provide an identifying number.

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

This system does not replace any individual taxpayer's right to due process, as dictated by the Internal Revenue Manual guidelines. IRS policy allows individual taxpayers whose data is in the system the opportunity to clarify or dispute negative determinations through the appeals process. However, due to the nature of this system, individuals may not receive specific notice that their information has been collected. The IRP System performs analysis on the data to identify potential compliance issues. The IRP System does not make any adjustments or assessments. The information is reviewed by IRS employees in the Wage & Investment and Small Business/Self Employed Business Units to correspond with the taxpayer, advising them of the proposed action (either a tax adjustment to an existing assessment or establishing an initial assessment for a tax period). The taxpayers are requested to concur or provide additional information. When applicable, the taxpayer is advised of their statutory appeal rights. Notice, consent, and due process are provided in the tax forms instructions filed by the taxpayer, and pursuant to 5 USC.

## **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*

Users: Read Only

Managers: Read Only

Developers: Read Only

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

Data access to the IRP systems and IRP storage libraries is restricted based on the principles of least privilege and separation of duties; access is granted on a need-to-know basis. IRP personnel are required to apply for access using the Business Entitlement Access Request System (BEARS). BEARS enrollment process requires that an authorized manager approve access requests on a case-by-case basis. Upon approval, IRP users are assigned user accounts based on their role(s) and responsibilities. Access to the IRP mainframe and production/development libraries and tools is restricted by Resource Access Control Facility (RACF) permissions maintained by General Support System 21 (GSS-21) International Business Machines (IBM) Mainframe Platform administrators. Each sub-application in IRP requires that a user complete a separate BEARS for the component they are requesting access

to. Based on the individual's role(s) and responsibilities, access is either approved or denied, and the appropriate corresponding changes are made to the RACF access control list by the Executive Operations IBM Masterfile Security Administrators. The IBM Masterfile Security Administrators provide initial user identification and password access to the Master File. This is managed by placing users into assigned groups. Each group is assigned the minimum user rights and permissions to perform their function. Users are restricted from changing the boundaries of their access. IRP user accounts require annual management recertification. Employees that no longer require access are required to be removed by management. Account revocation is also performed through BEARS. IRP contains read-only informational return data. By design, IRP users are restricted from inputting data into the application by Role Based Access Controls and are given the minimum set of privileges required to perform their regular and recurring work assignments.

## **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.*

IRP data files are approved for deletion/destruction under a variety of National Archives and Records Administration-approved disposition authorities for specific batch programs and published in IRS Records Control Schedules (RCS) 19, 28, 29 and 35. This includes various temporary retention periods for Underreporter Backup Withholding (RCS 19, item 64), Validation and Perfection (RCS 19, item 67), Non-filer (RCS 19, item 69), and Underreporter (RCS 35, item 31). Information Returns Master File (IRMF), under RCS 18 Item 2(C), maintains production data for the current and nine prior tax years. The current tax year and five prior tax years are updated on either weekly, monthly, or as needed. As a new tax year is added, the oldest tax year file is destroyed. The IRS Records Office is in the process of updating the records control schedule in the next update phase that reflects the accurate schedule of IRMF and RCS 29 Item 85

## **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.*

There is no direct access to IRP data. All access is through batch files. The data viewed by authorized IRS employees is a copy of the IRMF data loaded into any of a number of other systems that have a user interface. These systems maintain the authentication and authorization required, including the use of audit trail information. IRP relies on the Resource Access Control Facility (RACF)/General Support System (GSS)-21 IBM Masterfile Platform to capture login information for developer access to the IRP systems.

## **PRIVACY TESTING**

*Does the system require a System Test Plan?*

No

*Please explain why:*

IRP systems utilize the Test Plan, which is a requirement for all testing and may be used as an Enterprise Life Cycle functional equivalent for the System Test Plan.

## **SBU DATA USE**

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

Yes

*Was permission granted per the requirements of Form 14664, SBU Data Use Questionnaire or Form 14665, SBU Data Use Request?*

Yes

*Provide the date the permission was granted.*

10/18/2018

*Was testing performed in conformance with IRM 10.8.8 Information Technology (IT) Security, Sensitive But Unclassified (SBU) Data Policy?*

Yes

## NUMBER AND CATEGORY OF PII RECORDS

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

IRS Employees: 50,000 to 100,000

Contractors: Under 5,000

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?*

No

## 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