DATE: 11/07/2024

NUMBER: ts-03-1124-1110

SUBJECT: Updated Screen Display and Added Additional Correction Procedures to 1120c, Error Code 182

AFFECTED IRM(s)/SUBSECTION(s): 3.12.251.35.21.33

CHANGE(s):

IRM 3.12.251.35.21.33 - Updated screen display and added additional correction procedures for Form 1120-C, Error Code 182.

(1) **Fields Displayed**

Field Designator	Field Title
NC	Notice Code
01TXP	Tax Period
03ADC	Audit Code
2301H	Orphan Drug Credit
2301C	Research Credit
23022	Empowerment Zone Credit
2504B	Work Opportunity Credit
2504C	Alcohol and Cellulosic Biofuel Fuels Credit
08FTC	Foreign Tax Credit
>>>>	Foreign Tax Credit Computer Generated
08QEV	Qualified Electric Vehicle Credit
08GBC	General Business Credit
08PYM	Prior Year Minimum Tax Credit
08TSC	Total Statutory Credits
>>>>	Total Statutory Credits Computer Generated
08SCV	Statutory Credits Verified

(2) **Invalid Condition** - Error Code 182 generates when:

- Total Statutory Credits differs from Computer Generated Total Statutory Credits **#** ▮▮▮▮▮▮▮ **#** and Total Tax is out of tolerance.

(3) **Correction Procedures:**

a. Correct coding and transcription errors and misplaced entries.
b. Verify all credits have been carried forward correctly to Schedule J.

Any line marked with a # if for Official Use Only

c. Statutory Credits: When the TP error causes an increase or decrease in Total Tax, check to see if Form 1118, Foreign Tax Credit - Corporations, Form 8834, Qualified Electric Vehicle Credit, Form 3800, General Business Credit, Form 8827, Credit for Prior Year Minimum Tax Corporations, or Form 8912, Credit to Holders of Tax Credit Bonds is attached. If so and credit is available to carryover for any credit(s) associated with the credits listed on the above forms is increased or decreased, the TP must be notified. If the adjustment is done in such a way that the TP will not receive a notice, prepare Letter 3833C, Tax Return Adjustment Explained. Explain the adjustment and tell what the corrected amount of carryover credit remains.

(4) If Field 2301H, Orphan Drug Credit, is the point of error, send TPNC 90 with the following language: "An error was made in the amount of your credit applied against your tax." If no TPNC will be sent, prepare Letter 3833, Tax Return Adjustment Explained.

(5) If Field 2301C, Research Credit, is the point of error, send TPNC 26.

(6) If Field 2504B, Work Opportunity Credit, is the point of error, send TPNC 21.

(7) 08FTC, Foreign Tax Credit will underprint when it exceeds the computers figure for Filed 07GIT. If the underprint is correct, send TPNC 11.

(8) If Field Field 08GBC, General Business Credit, is the point of error, send TPNC 31.

(9) If Field 08PYM, Prior Year Minimum Tax Credit, is the point of error, send TPNC 34.

(10) Field 08SCV, Statutory Credits Verified, is used whenever the computer is unable to calculate the correct amount of gross tax. Enter the correct amount of statutory credits in Field 08SCV.

(11) Valid TPNC Codes for EC 182 are as follows:

TPNC	Literal
11	Your Foreign Tax Credit was more than the law allows.
12	We found an error in the amount of Investment Credit applied against your tax.
13	We found an error in the amount of Work Incentive (WIN) Credit applied against your tax.
21	We found an error in the amount of Work Opportunity Credit applied against your tax.
25	We found an error in the computation of the alcohol fuels credit or the Non Conventional Source Fuel Credit.
26	We found an error in the computation of the Research Credit.
31	We found an error in the computation of the General Business Credit on Form **3800**.

32	We found an error in the computation of the Low Income Housing Credit on Form **8586**.
33	We found an error in the computation of the Recapture of Low Income Housing Credit on Form **8611**.
34	We found an error in the computation of the credit for prior year minimum tax on Form **8827**.
40	We adjusted your tax return as shown because we did not receive a reply to our request for additional information.
90	Fill-in narrative. Used when a return has an error and none of the TPNCs above apply or when more than three TPNCs are necessary.