

MISSISSIPPI



2018

Modernized *E-File* Handbook

Corporate Income & Franchise Tax

Pass-Through Entity Tax Returns

October 2018

Table of Contents

Introduction	3
E-File Calendar	4
Changes for Tax Year 2018	
Legislative Changes	5
Contact Names and Phone Numbers	6
Tax Assistance for Transmitters and EROs	6
Tax Assistance for Taxpayers	7
Getting Started	
Federal/State E-file Program	7
Acceptance and Participation	7
Right to Revoke Acceptance and Approval	8
Mississippi Testing	9
Publications	9
The Filing Process	
What Can Be Transmitted Electronically	10
What Cannot Be Transmitted Electronically	11
Transmission Process	11
Signature Documents (MS 8453)	12
Attachments to Form MS 8453	13
Corrections to Form MS 8453	13
Mississippi State Acknowledgements	14
General Information	
International ACH Transactions (IAT)	15
Refund/Overpayment Returns	15
Balance Due Returns	16
Payment Methods	16
Responsibilities of Software Developers and Transmitters	17
State Submission Types	17
Responsibilities of Preparers and EROs	18
Reminders	19
E-file Checklist	20
E-file Forms Required Attachments List	21
County Code Conversion Table	25
Error Codes	26

Introduction

The Mississippi Department of Revenue (MDOR) offers tax preparers the ability to electronically file Mississippi Corporation, S Corporation, Partnership and LLC tax returns through the Modernized *e-File* System (MeF). MDOR accepts refund, zero balance, and balance due returns. Mississippi's MeF program is a part of the Federal *e-File* Program operated by the Internal Revenue Service.

The Mississippi Modernized *e-File* Handbook for Corporate and Pass-Through Entity Income Tax Returns (hereinafter referred to as the Mississippi MeF Handbook) is designed to be used as a companion to the Internal Revenue Service Publication 4163. Since most functions of the Mississippi MeF Program are the same as the Federal *e-File* Program, this handbook highlights the special and unique features of the Mississippi program. All rules and regulations governing tax preparers, transmitters, and originators of returns set forth by the Internal Revenue Service are in effect for the Mississippi Department of Revenue. The procedures and requirements for the Federal *e-File* Program are outlined in Publication 3112, The IRS *e-File* Application and Participation Package.

The Mississippi Department of Revenue requires all participants to be accepted into the Federal MeF Program in order to participate in the State MeF Program. The MDOR recommends that all participants read Publication 4163 prior to reading the Mississippi MeF Handbook. Where the Internal Revenue Service provides detailed instructions on hardware, transmission procedures, policies, etc., those same requirements apply to the Mississippi MeF program.

The Mississippi Department of Revenue is looking forward to your participation in our Business MeF program.

E-file Calendar

November 1, 2018	Begin IRS/State Acceptance Testing
January 1, 2019	Begin Transmitting Returns to IRS/MDOR (Concurrent with Federal Program)
January 1, 2019	Deadline for Submitting Initial ATS to MDOR
January 16, 2019	Deadline for Approval
October 20, 2019	Last Date for Retransmission of Rejected Returns

Note: Dates may be subject to change. Visit irs.gov for e-file deadlines.

Changes for Tax Year 2018

Legislative Changes

Tax Cuts and Jobs Act (TCJA)

Mississippi will follow the federal TCJA changes listed below:

- Section 179 expensing amounts increased from \$500,000 to \$1,000,000.
- The change in accounting method allowed for taxpayers with average gross receipts of less than \$25 million for the previous years to elect to use the cash method of accounting. A copy of the federal Form 3115 is required to be attached to the Mississippi income tax return.
- The deduction for entertainment, amusement and recreation expenses when directly related to a taxpayer's trade or business is eliminated. Mississippi will also follow the other TCJA provisions related to food and beverage expenses, transportation fringe benefits, fines, penalties and research and experimental expenditures.
- IRC Section 1031 like-kind exchange of property will apply to real property not held primarily for sale and Mississippi personal property per Miss. Code Ann. §27-7-9(f)(1)(A).

Senate Bill 2858 (2016 Legislative Session) - Miss. Code Ann. §27-7-5 and §27-7-18

Beginning with tax year 2018, the 3% tax rate on corporate income tax will be phased out over a five-year period ending with tax year 2022 as follows:

Tax Year 2018	First \$1,000 @ 0% and the next \$4,000 @ 3%
Tax Year 2019	First \$2,000 @ 0% and the next \$3,000 @ 3%
Tax Year 2020	First \$3,000 @ 0% and the next \$2,000 @ 3%
Tax Year 2021	First \$4,000 @ 0% and the next \$1,000 @ 3%
Tax Year 2022	First \$5,000 @ 0%

Senate Bill 2858 (2016 Legislative Session) - Miss. Code Ann. §27-13-1, §27-13-5, §27-13-7 and §27-13-67

Beginning with tax year 2018, the franchise tax will be completely phased out over a nine-year period ending with tax year 2027 as follows:

Tax Year 2018	\$2.50 per \$1,000 of capital in excess of \$100,000
Tax Year 2019	\$2.25 per \$1,000 of capital in excess of \$100,000
Tax Year 2020	\$2.00 per \$1,000 of capital in excess of \$100,000
Tax Year 2021	\$1.75 per \$1,000 of capital in excess of \$100,000
Tax Year 2022	\$1.50 per \$1,000 of capital in excess of \$100,000
Tax Year 2023	\$1.25 per \$1,000 of capital in excess of \$100,000
Tax Year 2024	\$1.00 per \$1,000 of capital in excess of \$100,000
Tax Year 2025	\$0.75 per \$1,000 of capital in excess of \$100,000
Tax Year 2026	\$0.50 per \$1,000 of capital in excess of \$100,000
Tax Year 2027	\$0.25 per \$1,000 of capital in excess of \$100,000
Tax Year 2028	Franchise tax repealed effective January 1, 2028

House Bill 799 (2014 Legislative Session) - Miss. Code Ann. §27-7-51, §27-7-53, §27-7-315, §27-7-327 and §27-7-345

The interest rate is reduced from 1% to 1/2% per month over a five-year period. The interest rate reduction is as follows:

Effective January 1, 2015	9/10 th of 1%
Effective January 1, 2016	8/10 th of 1%
Effective January 1, 2017	7/10 th of 1%
Effective January 1, 2018	6/10 th of 1%
Effective January 1, 2019	½ of 1%

Contact Names and Phone Numbers

State <i>e-File</i> Coordinator – Jason Adams	(601) 923-7582
Fax	(601) 923-7500
E-mail	efile@dor.ms.gov
Mississippi <i>e-File</i> Help Desk	(601) 923-7582
Mississippi Department of Revenue Web Site	www.dor.ms.gov

Tax Assistance for Transmitters and EROs

For assistance with *e-File* returns (other than refund inquires), tax problems, or other tax information and questions, transmitters and EROs should call the State *e-File* Coordinator at the number above and identify themselves as an electronic filer.

Tax Assistance for Taxpayers

For general assistance with Corporate and Pass-Through Entity Tax Returns, you may contact the Department at (601) 923-7700.

Getting Started

Federal/State e-File Program

All rules and regulations governing tax preparers, transmitters and originators of returns set by the Internal Revenue Service (IRS) are in effect for the Mississippi Department of Revenue (MDOR). The procedures and requirements for the Federal MeF Program are outlined in Publication 4164, Modernized e-File Guide for Software Developers and Transmitters.

The Federal/State Modernized E-File (MeF) Program allows for both federal and state returns to be filed together in one transmission to the IRS. Upon receipt, the IRS will validate and verify the federal return data. The IRS will either accept or reject the federal return. If the Federal/State submission is rejected by the IRS, the state will not receive the state return portion. Software used to transmit the data must be approved by both the IRS and MDOR.

Please note that an acknowledgement from the IRS is not an acknowledgement that the return has been received by the MDOR. The MDOR will acknowledge to the transmitter receipt of all returns and payments retrieved from the IRS. Transmitters should be able to retrieve Mississippi acknowledgements within 24 hours from the receipt of the IRS acknowledgements. After the electronic return is acknowledged as accepted, it cannot be recalled or changed in any manner. If either the Electronic Return Originators (ERO) or taxpayer wishes to change any entries on an accepted electronic return, an amended return must be filed.

Application and Participation

Application Process

In order to participate in the Federal/State *e-File* Programs, participants must apply to the Internal Revenue Service by submitting an online application to become an Authorized *e-File* Provider. Go to www.irs.gov to apply.

All software developers and transmitters are required to complete and sign the Mississippi Letter of Intent (LOI) to participate in the Mississippi *e-File* program. The

LOI is available for download via the State Exchange System. In order to access the Mississippi LOI, a request must be submitted by mail to Jason Adams at efile@dor.ms.gov. Once completed, the LOI must be returned to the email address listed above. Upon approval of the LOI, an invitation will be extended to access schemas and other testing information.

Approval to participate in the Federal/State MeF program includes approval to participate in the Mississippi *e-File* Program. Acceptance into the federal program allows an ERO, Transmitter, or Preparer automatic acceptance into the Mississippi program. **However, the Mississippi Department of Revenue will conduct suitability checks on all applicants for the Federal/State MeF Program and will notify any applicant who is ineligible to participate.**

In Federal Publication 4164, Modernized *e-File* Guide for Software Developers and Transmitters, the Internal Revenue Service's definition of the various categories of electronic filers (Electronic Return Originator, Transmitter, or Software Developer) will apply for Mississippi MeF purposes under the Federal/State Program. All other rules and regulations regarding tax preparers, transmitters, and originators of returns specified by the IRS are in effect for the MDOR.

The EFIN and ETIN are assigned by the Internal Revenue Service. The MDOR will use the same EFIN and ETIN as the IRS in the Federal/State and State Only MeF Programs. These numbers will be used in the acknowledgement system to identify preparers and transmitters.

Right to Revoke Acceptance and Approval

The Mississippi Department of Revenue reserves the right to revoke the acceptance of an ERO or transmitter and to revoke the approval of any software developer for cause. Failure to comply with the requirements and specifications set forth in IRS Publications 4163, 4164, and this *Mississippi Modernized e-File Handbook* will result in being suspended from the program.

The following may result in the revocation of a participant's acceptance into the program:

- (1) Conviction of a criminal offense under the revenue laws of any state, or of any offense involving dishonesty, or breach of trust.
- (2) Failure to file timely and accurate tax returns, both personal and business.
- (3) Failure to pay personal tax liabilities or business tax liabilities.

- (4) Suspension or rejection from the program in a prior year if corrective action is not taken and approved by the Mississippi Department of Revenue.
- (5) Other facts or conduct of a disreputable nature that would reflect adversely on the program.
- (6) Unethical practices in return preparation.
- (7) Suspension by IRS.

Applicants and participants may inquire about filing and paying any outstanding personal and business taxes by contacting the Mississippi Department of Revenue at (601) 923-7700.

Mississippi Testing

All participants are required to follow the Internal Revenue Service testing procedures for acceptance into the *e-File* program. All software developers are required to test their software with Mississippi. Only software tested and approved by MDOR may be used for Mississippi electronic filing. Neither transmitters nor preparers are required to submit test data or transmissions, but they should ensure that their respective software has been approved by both the IRS and MDOR.

The State test data will be retrieved from the Internal Revenue Service and processed by the Mississippi Department of Revenue. All known software developers will be provided with test materials and instructions to perform the Mississippi testing through the State Exchange System.

After tests are submitted to MDOR, the software developer must contact the *e-File* coordinator by email with the company name, product name, ETIN, EFIN, and submission identification number for each test transmitted. Please allow at least 72 hours for a reply comparison after the tests are made available to the MDOR (24 hours after the IRS acknowledges receipt). **All rejections must be corrected before a reply comparison will be done.**

The Mississippi testing period is from November 2018 through January 2019. Initial tests must be submitted by January 2019.

Publications

The following publications describe the process of the Federal/State *e-File* Program:

Internal Revenue Service Publications

- [Publication 4163](#) – Modernized *e-File* Information for Authorized IRS *e-File* Providers for Business Returns
- [Publication 4164](#) - Modernized *e-File* Guide for Software Developers and Transmitters
- [Publication 3112](#) – IRS *e-File* Application and Participation

Mississippi Department of Revenue Publications

- Mississippi Modernized e-File Handbook
- Mississippi Modernized e-File Schemas and Business Rules
- Mississippi Modernized e-File Test Criteria for Corporate and Pass-Through Entity

The Filing Process

What Can Be Transmitted Electronically

Mississippi will accept both linked and unlinked Federal/State returns that are submitted and approved by the IRS. A complete Mississippi electronic return is equivalent to a paper return and will include the same forms and schedules, as well as, the required attachments.

The following Mississippi forms and schedules may be transmitted electronically:

Corporations (1120)

Form	Title
83-105	Corporate Income and Franchise Tax Return
83-110	Corporate Franchise Tax Schedule
83-122	Net Taxable Income Schedule
83-124	Direct Account Income Statement
83-125	Business Income Apportionment Schedule
83-155	Net Operating Loss & Capital Loss Schedule
83-180	Application for Automatic Six-Month Extension
83-310	Summary of Net Income of Corporations
83-401	Tax Credit Summary Schedule

Pass Through Entity (1120S & 1065)

Form	Title
84-105	Pass-Through Entity Tax Return
84-110	S-Corporation Franchise Tax Schedule
84-122	Net Taxable Income Schedule
84-124	Direct Accounting Income Statement
84-125	Business Income Apportionment Schedule
84-131	Mississippi Schedule K
84-132	Mississippi Schedule K-1
84-155	Net Operating Loss Schedule
84-401	Tax Credit Summary Schedule

Returns for the prior two (2) years (original and amended) may be submitted if supported by software. Supporting federal returns and schedules are required for all Mississippi returns filed through the MeF program. If required attachments are not submitted with the electronic returns, alerts will be sent to the taxpayer and the required attachments must then be mailed to the MDOR within ten (10) business days.

Data Requirements

- Round all amounts to the nearest whole dollar
- All total fields must be populated
- Six decimal spaces are provided for ratios

What Cannot Be Transmitted Electronically

The following documents and forms will **not** be accepted for Mississippi e-File:

- Returns excluded from Federal e-File (Publication 4163)
- Bankruptcy returns
- Returns covering more than one tax period
- Voluntary disclosed returns
- Estimated Income Tax Voucher
- Insurance Company Income Tax Returns, Form 83-391

Transmission Process

Transmitting Federal/State Returns

Transmitters must follow all electronic transmitting procedures, communication requirements, and technical specifications required by the Internal Revenue Service, as defined in Publication 4163. Participants in the Federal/State *e-File* Program must

confirm with their software developer or direct transmitter that the software has the capability of processing and transmitting the state data along with the federal data.

Note: A copy of the Federal return and all applicable federal schedules must be included as a XML document in the electronic transmission.

Rejected Returns

If a federal return is rejected, the accompanying state return will also be rejected. Publication 4163 will provide a list of all federal reject codes. See the “Error Codes” section of this handbook for a list of state reject codes. If the error is one that can be corrected and the record processed, both return records may be retransmitted to the IRS. If a state return cannot be corrected, the filer has the option of retransmitting the federal return data and filing the state return on paper.

Note: If an alert is received, please correct before transmitting the return to MDOR. Uncorrected alerts could cause a delay in the processing of the tax return resulting in a balance due or an incorrect refund amount.

Signature Documents (MS 8453)

The MS 8453-C (Form 83-115) and MS 8453-PTE (Form 84-115) are the signature documents for corporate, s corporation and partnership e-file returns. All sections of the MS 8453 must be completed with all required schedules and attachments before any return can be transmitted to the Department of Revenue. The MS 8453 form **does not** serve as proof of filing an electronic return. Acknowledgements containing the date of return acceptance serves as proof of filing. **Do not mail paper copies of the MS 8453 to the Department of Revenue.**

Part I: Tax Return Information

Enter necessary information from the forms as stated **using whole dollar amounts**. The information entered on Forms MS 8453 must correspond with the information transmitted in the electronic returns. Please note that the Mississippi 8453 Part I differs from the Federal 8453 Part I. The MS 8453 begins with Mississippi taxable income, not total income.

Part II: Declaration of Officer

An electronically transmitted tax return is not considered complete or filed unless Form MS8453-C and/or MS8453-PTE is signed by an officer before the return is transmitted. The declaration of an officer must be signed and dated by the president, vice president, treasurer, assistant treasurer, chief accounting officer, or any other corporate officer (such as a tax officer) authorized to sign the corporation’s income tax return.

Part III: Declaration of Electronic Return Originator (ERO) and Paid Preparer

EROs and Paid Preparers are required to sign complete all information requested in Part III of the MS 8453. If the ERO is also the paid preparer, the ERO must check the box labeled “Check if Also Paid Preparer”. If the ERO is not the paid preparer, the paid preparer must sign in the space for “Paid Preparer Use Only”.

The preparer/transmitter must provide the taxpayer with a copy of the document. Preparers and EROs are prohibited from allowing taxpayers to sign a blank MS 8453.

Attachments to Form MS 8453

Supporting documents and schedules requiring signatures, if applicable, as described in Federal Publication 4163 must be attached to the MS 8453. The Federal and Mississippi state returns do not need to be attached to MS 8453.

Procedures for Retaining the MS 8453

The ERO shall maintain the MS 8453 for a period of three (3) years from the due date of the return or the date the return was filed, whichever is later. If for any reason the ERO ceases his/her business, all MS 8453s currently being maintained by the ERO should be forwarded to the Department of Revenue. Please contact the *e-File* Help Desk at (601) 923-7582 to receive additional instructions.

There may be circumstances in which the Department will request the ERO to forward the MS 8453 signature document. If requested, the Department will provide the ERO with a written request for the document. EROs must comply with the request within five (5) business days from the date of the request. All requested documents should be sent to the following address:

Mississippi Department of Revenue
E-file Coordinator, Jason Adams
P. O. Box 1033
Jackson, MS 39215

Corrections to Form MS 8453

If the ERO makes changes to the electronic return after the MS 8453 has been signed by the officer, whether it was before transmission or if the return was rejected after transmission, the ERO must have the officer complete and sign a corrected MS 8453 if either of the following conditions apply:

- Mississippi taxable income changes by more than \$25
- Mississippi refund or balance due changes by more than \$5

Non-substantive changes are permissible on the MS 8453 provided the officer making the corrections initials the changes made. After the electronic return is acknowledged as accepted, it cannot be recalled, intercepted or changed in any manner. If either the ERO or taxpayer wishes to change any entries on an accepted electronic return, an amended return must be filed.

Mississippi State Acknowledgements

Mississippi Acknowledgement System

The Mississippi Acknowledgement System is a separate system from the Federal acknowledgement system. It is designed to inform transmitters that the Mississippi return data has been retrieved and is being processed by the Mississippi Department of Revenue. Tax preparers and transmitters do not need to sign up for this program.

Mississippi Acknowledgements

A Mississippi acknowledgement file should be available to transmitters within 24 hours from receipt of the federal acknowledgement from the Internal Revenue Service. There are three (3) types of state acknowledgements:

- **Accepted** – The return and attachments/schedules were received and passed the validation process. Transmitters are required to notify their EROs of acceptance, within five (5) business days after receipt of acknowledgement from the MDOR. Also, the taxpayer is to be advised to wait at least four (4) weeks from the date of the acknowledgement before inquiring about his/her return.

MDOR will acknowledge an ACH Debit payment on the state acknowledgement. If the ACH Debit is not acknowledged on the state acknowledgement, the MDOR did not receive your payment.

- **Accepted with Alert** - This acknowledgment indicates the electronic return was received, accepted and the pre-entry validation process was completed. MDOR strongly suggests that alerts be reviewed and the return updated prior to submitting the return. If alerts are not corrected prior to filing the return, MDOR may request additional information as needed for the filed return.
- **Rejected** - The return and attachments/schedules were received but failed the validation process. The return must be corrected and resubmitted. See the “Error Codes” section of this handbook for a complete list of error codes.

Please note that an acknowledgement from the Internal Revenue Service does not guarantee receipt by the Mississippi Department of Revenue. A Mississippi indicator on

the Federal acknowledgement is **NOT** a Mississippi acknowledgement for the state return.

Checking the Mississippi Acknowledgement File

Once an electronic return has been acknowledged by the Mississippi Department of Revenue (MDOR), transmitters are required to notify their EROs of acceptance within five (5) business days after receipt of acknowledgement from the MDOR. Transmitters are encouraged to regularly inquire on the status of returns transmitted.

Please note that tax preparers and transmitters do not need to sign up for the Mississippi Acknowledgement program. If you have any questions regarding the Mississippi Acknowledgement System, please feel free to contact our E-File Help Desk at (601) 923-7582.

General Information

International ACH Transactions (IAT)

In order to comply with National Automated Clearinghouse Association (NACHA) requirements, the ACH format is required for all transactions sending or receiving funds outside of the United States.

Refund/Overpayment Returns

Taxpayers may choose to have all or part of their overpayment refunded or applied to the following year's corporate tax return. According to Mississippi Code Annotated Section 27-65-53, the Department has ninety (90) days in which to refund corporate tax refunds. Taxpayers are advised to wait at least three (3) months from the date of their Mississippi acknowledgement before calling and/or writing the Department to inquire about the status of their refund.

If a taxpayer has any outstanding corporate tax liabilities, the requested refund amount will be reduced by that amount. This debt may delay the processing of the taxpayer's refund. Also, if the taxpayer is currently under audit or has any other special state circumstances, the refund requested may be held pending the outcome of the audit or circumstance. Delays in receiving a federal refund will not impact the time required to receive a Mississippi refund. **The same policy applies to paper return refunds.**

Paper Checks

Checks will be issued in the taxpayer's name(s) and mailed to the address on the return. **DO NOT use the preparer's address on the return.** The Department of Revenue cannot mail checks directly to the preparer or transmitter's address.

Balance Due Returns

Mississippi will accept balance due or zero liability returns. To avoid interest and penalty on balance due returns, tax due should be remitted by the due date of the return.

Payment Methods

The following methods are available to pay quarterly estimate payments, extension payments and balance due return payments:

- **ACH Debit**

ACH Debit can only be used if your software supports direct debit. The payment effective date must be submitted. **MDOR will acknowledge ACH Debit payments on the state acknowledgement. If the ACH Debit is not acknowledged on the state acknowledgement, MDOR did not receive your payment.**

The MDOR reserves the right to revoke the ACH payment method privilege of any taxpayer for failure to transmit consistently error free payments and/or payment information on forms.

- **Credit/Debit Card**

Credit card and debit card payments may be submitted online at www.officialpayments.com. There is a 2 ½% fee for credit cards.

- **Electronic Check (E-Check)**

An E-check may be submitted online at www.officialpayments.com. There is a \$3.00 fee for E-checks.

- **MoneyGram**

MoneyGram payments may be submitted online at www.moneygram.com/locations. You will need your 8-digit MDOR account number. There is a small fee to use this service.

- **Taxpayer Access Point (TAP)**

TAP allows taxpayers to pay taxes online at www.dor.ms.gov and view certain correspondence electronically. Once an account has been set up, access can be given to you and/or a person(s) you authorize to submit payments online. For more information on TAP, visit www.dor.ms.gov.

- **Paper Check**

A paper check may be submitted with Form 83-300, Corporate Income Tax Voucher or Form 84-300, Pass-Through Entity Income Tax Voucher. The FEIN, Tax Account ID and tax year should be written on the paper check.

Error Resolution

Errors are identified on Mississippi returns when they enter the tax processing cycle at the Department of Revenue (MDOR). Returns with errors will be rejected (see the “Error Codes” section in this Handbook), but can be corrected and retransmitted. Some of the common errors identified are duplicate returns, omission of required data and computation errors. If any errors occur on the Mississippi return, MDOR will notify the taxpayer. Transmitters will not be given information about the tax return other than acknowledgement of receipt by the MDOR through the acknowledgement system.

Handling Problems

For assistance with problems relating to electronically filed state returns, transmitters and/or preparers may send their inquiries to efile@dor.ms.gov or contact the E-File Help Desk at (601) 923-7582.

Responsibilities of Software Developers and Transmitters

The following is required for online filing of returns:

- InternetProtocol/IP Address
- InternetProtocol/IP Timestamp
- SoftwareID – this data element is required in the schema and should be populated with the **name** of your software

State Submission Types

MS1065	Partnership
MS1120	Corporation
MS1120S	S Corporation
MSBusExt	Extension

Responsibilities of Preparers and EROs

Electronic Filers, Transmitters and Electronic Return Originators (EROs) must maintain a high degree of integrity and accuracy to continue participation in the Mississippi Federal/State *e-File* Program. The following requirements must be met:

Compliance

All electronic filers must comply with the requirements and specifications set forth in IRS Publications 4163, 4164 and this *Mississippi Modernized e-File Handbook*. Failure to comply with all requirements and specifications will result in being suspended from the program.

Responsibility to Your Clients

Preparers have been entrusted with the task of filing a client's tax return and assume the responsibility of ensuring that the return arrives at the Mississippi Department of Revenue.

Changes on the Return

If the transmitter or taxpayer wishes to make any changes after the return has been accepted and acknowledged, the taxpayer must amend their return.

Timeliness of Filing

Transmitters must ensure that all *e-File* returns are filed in a timely manner. The receipt date of the electronic transmission by the IRS will be considered the filing date for a Mississippi return transmitted electronically if the return is acknowledged as received by the IRS. **Transmitters should confirm acknowledgement of the state return by the MDOR before considering the state return received.** Also, the related form MS8453 **MUST** be signed by the due date in order for the return to be timely filed.

Deadline for Filing

The Mississippi Department of Revenue will accept up through the extension due dates electronically filed Mississippi returns which have been submitted for transmission to the Internal Revenue Service as timely filed returns. Any returns submitted after the extension dates will be considered late filed returns.

Reminders

- **National Security Summit Standards and Requirements**
All vendors must adhere to all IRS, State and Industry Security Summit fraud guidelines and procedures as a condition of providing tax software products to taxpayers and tax professionals in Mississippi.
- **Business E-file Mandate**
All Corporation or Pass-Through Entity returns with assets greater than \$5,000,000 are required to electronically file the return with the state of Mississippi. Failure to comply with the electronic filing requirement could result in a penalty of \$25.00 for the first instance of noncompliance and \$500.00 for each additional instance of noncompliance. If you are unable to comply with this mandate, please contact the E-file Coordinator at (601) 923-7582.
- **Ensure that the address on the Mississippi *e-File* return is the correct mailing address for the taxpayer. If an incorrect address is used, the taxpayer's refund check will be delayed.**
- **Ensure that the taxpayer is given the correct payment voucher if a balance is due on the tax return.** Electronic filers should use Form 83-300, Corporate Income Tax Voucher, for Corporate returns and Form 84-300, Pass-Through Entity Income Tax Voucher, for S corporations and composite partnership returns. The correct voucher must be sent in with payment to ensure the payment posts correctly.
- **Copies of the *e-File* return should not be attached to the payment voucher.** The voucher should be remitted to the Department of Revenue with only the check attached.
- **Please do not remit the MS8453 forms to the Department of Revenue. The ERO is required to retain the MS8453 in his/her files for a period of three (3) years. All MS8453s sent to the Department of Revenue will be returned to the ERO.**

e-File Checklist

- Make sure signature PIN is included.
- Complete MS 8453.
- Verify that all required forms are transmittable. If not, send as a PDF file.
- Verify that the software ID in the XML tag matches the software ID that was listed in your LOI.
- Verify that the name and FEIN is printed correctly on the MS 8453.
- Verify whole dollar amounts were used.
- Make sure the payment effective date(s) are submitted with any payment amount(s).
- All supporting schedules and required attachments are attached. See the “E-file Forms Required Attachments List” section in this handbook.
- All documents requiring original signatures have been signed.
- Copies of tax forms have been given to the taxpayer.**
- Verify IRS acknowledgement.
- Confirm the state acknowledgement.
- Retain the MS 8453 along with any supporting documents as part of your permanent records for three (3) years.

DO NOT mail the MS 8453 to the Department of Revenue.

E-file Forms Required Attachments List

Listed below are the required attachments and schedules, as indicated on the face of the forms, to be attached to the Mississippi Corporate and Pass-Through Entity tax returns. If applicable, these forms and schedules must be supplied with all electronically filed returns either by PDF or they must be mailed to the MDOR.

If the required documents and attachments are not supplied with the returns, the adjustments and/or credits taken on the electronically filed returns may be denied.

Required Attachments

Corporations

Form 83-105	Corporate Income and Franchise Tax Return
--------------------	--

- Form 83-305, Underestimate of Corporate Income Tax Worksheet

Form 83-110	Corporate Franchise Tax Schedule
--------------------	---

- Deferred Items Schedule
- Contingent Liability Reserves Schedule
- All True Reserves & Other Elements Schedule
- Holding Company Exclusion Schedule
- Capital Exemption Schedule

Form 83-122	Net Taxable Income Schedule
--------------------	------------------------------------

- Other Additions Schedule
- Additional Depreciation Schedule
- Other Deductions Schedule
- Form 83-150, Non-Business Income Schedule
- Form 84-132, Mississippi Schedule K-1
- Other Adjustments Schedule
- Income Exemption Schedule

Form 83-124	Direct Account Income Statement
--------------------	--

- Cost of Goods Sold Schedule of Computations
- Dividend Schedule or Listing
- Allocable Capital Gain Schedule or Listing
- Allocable Net Gain(Loss) Schedule or Listing
- Other Income(Loss) Schedule or Listing

- Taxes Schedule or Listing
- Other Deductions Schedule or Listing
- Non-Allocable Business Income(Loss) Schedule of Computations
- Non-Allocable General & Administrative Expenses Schedule of Computations
- Adjustments Schedules
- Total Company Non-Allocable Business Income Schedule
- Total Company Non-Allocable General and Administrative Expenses Schedule

Form 83-125	Business Income Apportionment Schedule
--------------------	---

- Airlines, Motor Carriers, Express Companies, and Telephone and Telegraph Companies Special Formula Computation Schedule

Form 83-401	Tax Credit Summary Schedule
--------------------	------------------------------------

Note: For each tax credit taken, a schedule of computations and other supporting documentation should be attached. Please see the instructions (Form 83-100) for more information.

- Franchise Tax Credit Schedule of Computations
- Ad Valorem Tax Credit - Attach copies of the county tax receipts
- Jobs Tax Credit - Attach the Jobs Tax Credit Schedules (Form 83-450, Page 1 & 2)
- Historic Structure Rehabilitation Tax Credit – Attach certification and Schedule of Computations
- Income Tax Credit Schedule of Computations

S Corporations & Composite S Corporations

Form 84-105	Composite S Corporation Income Tax Return
--------------------	--

- Form 83-305, Underestimate of Corporate Income Tax Worksheet

Form 84-110	S Corporation Franchise Tax Schedule
--------------------	---

- Deferred Items Schedule
- Contingent Liability Reserves Schedule
- All True Reserves & Other Elements Schedule
- Holding Company Exclusion Schedule
- Capital Exemption Schedule

Form 84-122	Net Taxable Income Schedule
--------------------	------------------------------------

- Other Additions Schedule
- Additional Depreciation Schedule
- Other Deductions Schedule

- Form 84-150, Non-Business Income Schedule
- Form 84-132, Mississippi Schedule K-1
- Other Adjustments Schedule
- Income Exemption Schedule
- Composite Return Filing Adjustments Schedule

Form 84-124	Direct Account Income Statement
--------------------	--

- Cost of Goods Sold Schedule of Computations
- Dividend Schedule or Listing
- Allocable Capital Gain Schedule or Listing
- Allocable Net Gain(Loss) Schedule or Listing
- Other Income(Loss) Schedule or Listing
- Taxes Schedule or Listing
- Other Deductions Schedule or Listing
- Non-Allocable Business Income(Loss) Schedule of Computations
- Non-Allocable General & Administrative Expenses Schedule of Computations
- Adjustments Schedules
- Total Company Non-Allocable Business Income Schedule
- Total Company Non-Allocable General and Administrative Expenses Schedule

Form 84-132	Mississippi Schedule K-1
--------------------	---------------------------------

- Built In Gain or Loss Schedule

Form 84-401	Tax Credit Summary Schedule
--------------------	------------------------------------

Note: For each tax credit taken, a schedule of computations and other supporting documentation should be attached. Please see the instructions (Form 84-100) for more information.

- Franchise Tax Credit Schedule of Computations
- Ad Valorem Tax Credit - Attach copies of the county tax receipts
- Jobs Tax Credit - Attach the Jobs Tax Credit Schedules (Form 83-450, Page 1 & 2)
- Historic Structure Rehabilitation Tax Credit – Attach certification and Schedule of Computations
- Income Tax Credit Schedule of Computations

Partnerships/LLCs & Composite Partnerships

Form 84-105	Composite Partnership Income Tax Return
--------------------	--

- Form 80-320, Individual Income Tax Interest and Penalty Worksheet

Form 84-122	Partnership Net Taxable Income Schedule
--------------------	--

- Other Additions Schedule
- Additional Depreciation Schedule
- Other Deductions Schedule
- Form 84-150, Non-Business Income Schedule
- Form 84-132, Mississippi Schedule K-1
- Other Adjustments Schedule
- Income Exemption Schedule
- Composite Return Filing Adjustments Schedule

Form 84-132	Mississippi Schedule K-1
--------------------	---------------------------------

- Built In Gain or Loss Schedule

Form 84-401	Tax Credit Summary Schedule
--------------------	------------------------------------

Note: For each tax credit taken, a schedule of computations and other supporting documentation should be attached. Please see the instructions (Form 84-100) for more information.

- Ad Valorem Tax Credit - Attach copies of the county tax receipts
- Jobs Tax Credit - Attach the Jobs Tax Credit Schedules (Form 83-450, Page 1 & 2)
- Historic Structure Rehabilitation Tax Credit – Attach certification and Schedule of Computations
- Income Tax Credit Schedule of Computations

County Code Conversion Table

COUNTY	CODE	COUNTY	CODE	COUNTY	CODE
Adams	01	Leake	40	Wilkinson	79
Alcorn	02	Lee	41	Winston	80
Amite	03	Leflore	42	Yalobusha	81
Attala	04	Lincoln	43	Yazoo	82
Benton	05	Lowndes	44	Out of state	83
Bolivar	06	Madison	45		
Calhoun	07	Marion	46		
Carroll	08	Marshall	47		
Chickasaw	09	Monroe	48		
Choctaw	10	Montgomery	49		
Claiborne	11	Neshoba	50		
Clarke	12	Newton	51		
Clay	13	Noxubee	52		
Coahoma	14	Oktibbeha	53		
Copiah	15	Panola	54		
Covington	16	Pearl River	55		
Desoto	17	Perry	56		
Forrest	18	Pike	57		
Franklin	19	Pontotoc	58		
George	20	Prentiss	59		
Greene	21	Quitman	60		
Grenada	22	Rankin	61		
Hancock	23	Scott	62		
Harrison	24	Sharkey	63		
Hinds	25	Simpson	64		
Holmes	26	Smith	65		
Humphreys	27	Stone	66		
Issaquena	28	Sunflower	67		
Itawamba	29	Tallahatchie	68		
Jackson	30	Tate	69		
Jasper	31	Tippah	70		
Jefferson	32	Tishomingo	71		
Jefferson Davis	33	Tunica	72		
Jones	34	Union	73		
Kemper	35	Walthall	74		
Lafayette	36	Warren	75		
Lamar	37	Washington	76		
Lauderdale	38	Wayne	77		
Lawrence	39	Webster	78		

Error Codes

1120

0001	"Tax Year Ending Date was not transmitted"
0002	"Tax Year Beginning Date was not transmitted"
0003	"Franchise Credit information on the Income Tax Credit Summary (Form 83-401) has not been included"
0005	"Income Tax Credit Code information on the Income Tax Credit Summary (Form 83-401) has not been included"
0009	"The Preparer's Phone Number was not transmitted"
0010	"The Preparer's Address was not transmitted"
0011	"No Preparer PTIN or SSN was transmitted"
0012	"The Preparer Firm Name was not transmitted and the Return was not marked as 'Self Prepared'"
0015	"MS990 is required for Non-Profits"
0021	"Apportionment Ratio Worksheet (Form 83-125) was not transmitted"
0024	"Required Federal Return not included"
0051	"Subsidiary Corporations should not transmit the Combined Income Tax Schedule (Form 83-310)"
0053	"Required Combined Income Tax Schedule (Form 83-310) was not transmitted"
0054	"Required Direct Accounting Income Schedule (Form 83-124) was not transmitted"
0055	"Mississippi K-1s (Form 84-132) not included in transmission"
0061	"International ACH Transactions not allowed"
0066	"Apportionment Ratio (from Form 83-125, Part II) was not transmitted"
0067	"NOL Used In Current Year (Form 83-155, Part I, Line 2) was not transmitted"
0068	"Capital Loss Used In Current Year (Form 83-155, Part II, Line 2) was not transmitted"
0069	"Reporting Corporation Tax Credit (Form 83-310, Line 1, Column B) was claimed, but Form 83-401 was not transmitted"
0070	"Publicly Traded Corporation was marked as true but no Public Trading Symbol is included"
0075	"Credit Received from a Pass-Through Entity was claimed but Schedule K-1 (Form 84-132) was not transmitted"
0081	"Owner/Partner Id not included in Mississippi K-1 (Form 84-132, Part II, Line D)"
0096	"Duplicate Return"
0100	"The Signature of the Business Representative was not transmitted"
0102	"The Phone Number of the Business Representative was not transmitted"
0103	"Device Id was not transmitted"
0120	"If Amended Return and If Audit by the IRS, Required Years Company Has Been Audited By IRS Not Transmitted"
0125	"Built-In Gain or Loss Schedule was not transmitted "
0129	"Carryover From Prior Year claimed but Carryover is not available for Credit Codes 02,

	03, 04,11, 12, 27 and 50"
0140	"Credit Code 05 claimed but New Jobs Credit (Form 83-450) was not transmitted "
0141	"Credit Code 14 was claimed but Ad Valorem Receipts Schedule was not transmitted"
0142	"Credit Code 26 was claimed but Historic Structure Rehabilitation Tax Credit Schedule was not transmitted"
0146	"The Tax Year Ending Date cannot be prior to the Tax Year Beginning Date"
0151	"Credit Codes can only be used once (Form 83-401, Column A)"
0152	"Credit Codes can only be used once (Form 84-132, Part IV)"
0153	"Carryover Available For Next Year claimed but Carryover is not available for Credit Codes 02, 03, 04,11, 12, 27 and 50"
0160	"State is MS and County Code cannot be 83"
0162	"Taxable Capital does not equal amount from Form 83-110, Line 18"
0163	"State is not MS use County Code 83"
0164	"Practitioner PIN was not entered and Preparer Name was not marked as 'Self Prepared'"
0165	"Remaining Capital Loss Available for Carryforward was claimed but Federal Form 4797 was not transmitted"
0175	"If Income Year NOL Applied (Part I, Column C) is populated, Required Amount Used in Income Year (Part I, Column D) was not transmitted"
0176	"If Income Year NOL Applied (Part II, Column C) is populated, Required Amount Used in Income Year (Part II, Column D) was not transmitted"
1018	"Not an approved vendor"
1019	"An invalid value greater than \$10 trillion was transmitted"

1120S

0001	"Tax Year Ending Date was not transmitted"
0002	"Tax Year Beginning Date was not transmitted"
0003	"Franchise Credit information on the Income Tax Credit Summary (Form 84-401) has not been included"
0005	"Income Tax Credit Code information on the Income Tax Credit Summary (Form 84-401) has not been included"
0009	"The Preparer's Phone Number was not transmitted"
0010	"The Preparer's Address was not transmitted"
0011	"No Preparer PTIN or SSN was transmitted"
0012	"The Preparer Firm Name was not transmitted and the Return was not marked as 'Self Prepared'"
0021	"Apportionment Ratio Worksheet (Form 84-125) was not transmitted"
0024	"Required Federal Return not included"
0054	"Required Direct Accounting Income Schedule (Form 84-124) was not transmitted"
0055	"Mississippi K-1s (Form 84-132) not included in transmission"
0061	"International ACH Transactions not allowed"
0063	"Mississippi Composite Income subject to tax (from Form 84-122, Line 32) was not

	transmitted"
0066	"Apportionment Ratio (from Form 84-125, Part II) was not transmitted"
0067	"NOL Used In Current Year (Form 84-155, Part I, Line 2) was not transmitted"
0075	"Schedule K-1 (Form 84-132) must be attached if Credit was Received From a Pass-Through Entity"
0081	"Owner/Partner Id not included in Mississippi K-1 (Form 84-132, Part II, Line D)"
0096	"Duplicate Return"
0100	"The Signature of the Business Representative was not transmitted"
0102	"The Phone Number of the Business Representative was not transmitted"
0103	"Device Id was not transmitted"
0120	"If Amended Return and If Audit by the IRS, Required Years Company Has Been Audited By IRS Not Transmitted"
0125	"Built-In Gain or Loss Schedule was not transmitted "
0129	"Carryover From Prior Year claimed but Carryover is not available for Credit Codes 02, 03, 04,11, 12, 27 and 50"
0140	"Credit Code 05 claimed but New Jobs Credit (Form 83-450) was not transmitted "
0141	"Credit Code 14 was claimed but Ad Valorem Receipts Schedule was not transmitted"
0142	"Credit Code 26 was claimed but Historic Structure Rehabilitation Tax Credit Schedule was not transmitted"
0146	"The Tax Year Ending Date cannot be prior to the Tax Year Beginning Date"
0151	"Credit Codes can only be used once (Form 84-401, Column A)"
0152	"Credit Codes can only be used once (Form 84-132, Part IV)"
0153	"Carryover Available For Next Year claimed but Carryover is not available for Credit Codes 02, 03, 04,11, 12, 27 and 50"
0160	"State is MS and County Code cannot be 83"
0163	"State is not MS use County Code 83"
0164	"Practitioner PIN was not entered and Preparer Name was not marked as 'Self Prepared'"
0177	"If Income Year NOL Applied (Part I, Column C) is populated, Required Amount Used in Income Year (Part I, Column D) was not transmitted"
1018	"Not an approved vendor"
1019	"An invalid value greater than \$10 trillion was transmitted"

1065

0001	"Tax Year Ending Date was not transmitted"
0002	"Tax Year Beginning Date was not transmitted"
0005	"Income Tax Credit Code information on the Income Tax Credit Summary (Form 84-401) has not been included"
0009	"The Preparer's Phone Number was not transmitted"
0010	"The Preparer's Address was not transmitted"
0011	"No Preparer PTIN or SSN was transmitted"
0012	"The Preparer Firm Name was not transmitted and the Return was not marked as 'Self

	Prepared"
0021	"Apportionment Ratio Worksheet (Form 84-125) was not transmitted"
0024	"Required Federal Return not included"
0054	"Required Direct Accounting Income Schedule (Form 84-124) was not transmitted"
0055	"Mississippi K-1s (Form 84-132) not included in transmission"
0061	"International ACH Transactions not allowed"
0063	"Mississippi Composite Income subject to tax (from Form 84-122, Line 32) was not transmitted"
0066	"Apportionment Ratio (from Form 84-125, Part II) was not transmitted"
0067	"NOL Used In Current Year (Form 84-155, Part I, Line 2) was not transmitted"
0075	"Schedule K-1 (Form 84-132) must be attached if Credit was Received From a Pass-Through Entity"
0081	"Owner/Partner Id not included in Mississippi K-1 (Form 84-132, Part II, Line D)"
0096	"Duplicate Return"
0100	"The Signature of the Business Representative was not transmitted"
0102	"The Phone Number of the Business Representative was not transmitted"
0103	"Device Id was not transmitted"
0120	"If Amended Return and If Audit by the IRS, Required Years Company Has Been Audited By IRS Not Transmitted"
0125	"Built-In Gain or Loss Schedule was not transmitted "
0129	"Carryover From Prior Year claimed but Carryover is not available for Credit Codes 02, 03, 04,11, 12, 27 and 50"
0140	"Credit Code 05 claimed but New Jobs Credit (Form 83-450) was not transmitted "
0141	"Credit Code 14 was claimed but Ad Valorem Receipts Schedule was not transmitted"
0142	"Credit Code 26 was claimed but Historic Structure Rehabilitation Tax Credit Schedule was not transmitted"
0146	"The Tax Year Ending Date cannot be prior to the Tax Year Beginning Date"
0151	"Credit Codes can only be used once (Form 84-401, Column A)"
0152	"Credit Codes can only be used once (Form 84-132, Part IV)"
0153	"Carryover Available For Next Year claimed but Carryover is not available for Credit Codes 02, 03, 04,11, 12, 27 and 50"
0160	"State is MS and County Code cannot be 83"
0163	"State is not MS use County Code 83"
0164	"No Paid Preparer Signature Transmitted (If not Paid Preparer, Enter 'Self Prepared')"
0170	"Credit Codes can only be used once (Form 84-131, Column C, Line B)"
0177	"If Income Year NOL Applied (Part I, Column C) is populated, Required Amount Used in Income Year (Part I, Column D) was not transmitted"
1018	"Not an approved vendor"
1019	"An invalid value greater than \$10 trillion was transmitted"

83-180 (BUSINESS EXTENSION)

0001	"Tax Year Ending Date was not transmitted"
0002	"Tax Year Beginning Date was not transmitted"
0009	"The Preparer's Phone Number was not transmitted"
0010	"The Preparer's Address was not transmitted"
0011	"No Preparer PTIN or SSN was transmitted"
0012	"The Preparer Firm Name was not transmitted and the Return was not marked as 'Self Prepared'"
0061	"International ACH Transactions not allowed"
0097	"Duplicate Return"
0100	"The Signature of the Business Representative was not transmitted"
0102	"The Phone Number of the Business Representative was not transmitted"
0103	"Device Id was not transmitted"
0146	"The Tax Year Ending Date cannot be prior to the Tax Year Beginning Date"
1018	"Not an approved vendor"