

# **OKLAHOMA TAX COMMISSION**

**Modernized e-File Handbook  
for Tax Practitioners, EROs, Transmitters,  
and Software Developers  
Corporate Income Tax (Form 512)  
Small Business Corporate Income Tax (Form 512-S)  
Partnership Income Tax (Form 514)  
and Fiduciary Income Tax (Forms 513 & 513NR)**

**Tax Year 2019**



**9-2019**

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## **Introduction**

The Oklahoma Tax Commission (OTC), in conjunction with the Internal Revenue Service (IRS), began accepting Oklahoma Corporate Income Tax returns (Form 512) and corresponding forms for tax year 2009 by method of the Modernized e-File system (MeF). During Tax Year 2011, Oklahoma expanded e-file to include the Small Business Corporation Income Tax Returns (Form 512-S). Partnership returns (Form 514) were accepted beginning Tax Year 2014. Fiduciary returns (Form 513 & 513NR) were accepted beginning Tax Year 2015.

The transmission method is a Web Service using Simple Object Access Protocol (SOAP) with attachments messaging. The return data is formatted using Extensible Markup Language (XML). Authorized E-File providers, also known as Electronic Return Originators (ERO's), can submit returns to the IRS MeF system for Federal and state return processing. The State submission can be transmitted as a "linked" return (also referred to as a Fed/State return) or as an "unlinked" return (also referred to as a State Standalone return). Each return (Linked or Unlinked) must be in a separate submission. Multiple submissions may be contained in a single message payload. Software developers must test with OTC prior to submitting live Fed/State or State Standalone returns.

## **Oklahoma Electronic Filing Calendar**

### **Corporate Income Tax Returns (Forms 512, 512S, 513, 513NR & 514)**

Begin Software Testing	TBD
Begin Transmitting Returns	TBD

Note: Oklahoma's target dates for testing and production will be a few days after the IRS opens.

## **Publications**

Use this handbook in conjunction with the following publications. The Oklahoma Tax Commission conforms to all requirements, rules and regulations set forth by the IRS. Oklahoma publications are not intended to alter or amend the IRS requirements.

IRS Publication 3112 – *IRS e-file Application and Participation*

IRS Publication 5078 – *Modernized e-File (MeF) Test Package*

IRS Publication 4163 – *Modernized e-File (MeF) Information for Authorized IRS e-file Providers for Business Returns*

IRS Publication 4164 – *Modernized e-File (MeF) Guide for Software Developers and Transmitters*

Oklahoma 512 Packet – *Corporate Income Tax return and instructions*

Oklahoma 512-S Packet – *Small Business Corporate Income Tax return and instructions*

Oklahoma 513 Packet – *Fiduciary Resident Income Tax Forms and Instructions*

Oklahoma 513NR Packet – *Fiduciary Nonresident Income Tax Forms and Instructions*

Oklahoma 514 Packet – *Partnership Income Tax Forms and Instructions*

Oklahoma Business Rules

Oklahoma MeF Schemas (For Software Developers)

Oklahoma Test Package for Electronic Filing of Corporate Income Tax Returns  
(For Software Developers)

## **Changes to 2019 Income Tax**

Changes to the forms, which may be transmitted electronically, are listed under the applicable form. For other changes, see the section titled “Miscellaneous”.

### **Form 512 “Corporation Income and Franchise Tax Return”**

An “Initial Return” check-box has been added to the top of page 1 and the top of the form has been rearranged.

Members of an electing pass-through entity may exclude the Oklahoma income (loss) covered by the election pursuant to the provisions of the Pass-Through Entity Act of 2019. See instructions for Part 1, Column B, line 10 or Part 2, line 6.

A donation may be made from a refund to the following:

- Support of Programs for Regional Food Banks in Oklahoma
- Public School Classroom Support Fund
- Oklahoma Pet Overpopulation Fund
- Support the Oklahoma AIDS Care Fund

A donation to Public School Classroom Support Fund may also be made on a tax due return.

A donation may no longer be made from a refund to the following:

- Y.M.C.A. Youth and Government Program

### **Form 512-S “Oklahoma Small Business Corporation Income and Franchise Tax Return**

“Initial Return” and “Electing PTE” checkboxes have been added to the top of page 1 and the top of the form has been rearranged.

Part One, Section One, line 1 “taxable income” & line 2 “tax” were revised. An electing pass-through entity (PTE) will use Form 587-PTE to compute the taxable income and tax amounts which will carry to Part One, Section One, line 1 and lines 2b & c, respectively. A checkbox was added to line 1 to indicate the electing PTE’s taxable income includes the Oklahoma Capital Gain Deduction from Form 561-PTE. See below for more information on the Forms 561-PTE and 587-PTE

Members of an electing pass-through entity may exclude the Oklahoma income (loss) covered by the election pursuant to the provisions of the Pass-Through Entity Act of 2019. In the packet, see “If you are a member of an electing PTE” under the heading Electing Pass-Through Entity.

A donation may be made from a refund to the following:

- Support of Programs for Regional Food Banks in Oklahoma
- Public School Classroom Support Fund
- Oklahoma Pet Overpopulation Fund
- Support the Oklahoma AIDS Care Fund

A donation to Public School Classroom Support Fund may also be made on a tax due return.

A donation may no longer be made from a refund to the following:

- Y.M.C.A. Youth and Government Program

**Form 513 “Oklahoma Resident Fiduciary Return of Income” and  
Form 513NR “Oklahoma Nonresident Fiduciary Return of Income”**

The top of the page 1 has been rearranged.

Members of an electing pass-through entity may exclude the Oklahoma income (loss) covered by the election pursuant to the provisions of the Pass-Through Entity Act of 2019. See the instructions.

**Form 514 “Oklahoma Partnership Income Tax Return”**

Top of page 1 - “Initial Return” and “Electing PTE” checkboxes have been added. The line to enter the number of partners has been moved to Part 5 on page 4. The line to enter the total amount of Oklahoma Net Distributable Income has been removed. The top of the form has been rearranged.

Part 1, line 1 “taxable income” & line 2 “tax” were revised. An electing pass-through entity (PTE) will use Form 587-PTE to compute the taxable income and tax amounts which will carry to Part 1, line 1 and lines 2b & c, respectively. The checkbox on line 1, indicating taxable income includes the capital gain deduction from Form 561P, will also be used to indicate the electing PTE’s taxable income includes the capital gain deduction from Form 561-PTE. See below for more information on the Forms 561-PTE and 587-PTE

Members of an electing pass-through entity may exclude the Oklahoma income (loss) covered by the election pursuant to the provisions of the Pass-Through Entity Act of 2019. In the packet, see “If you are a member of an electing PTE” under the heading Electing Pass-Through Entity.

**Form 500-B “Information Return”**

Report of nonresident member income tax withheld

The instructions have been revised for clarification purposes and the following “Note” added.

**NOTE:** An electing pass-through entity (PTE) is not required to withhold income tax from distributions made to nonresident partners, members or shareholders because the PTE elected to pay the pass-through entity tax on the Oklahoma portion of the distributions at the entity level. 68 OS Sec. 2355.1P-1 through 2355.1P-4.

**Form 506 “Investment/New Jobs Credit”**

The form has been rearranged to accommodate changes to the "Allowable Credit" section. The section to check the type of entity has been removed from top of the form.

Investment Credit section - The pre-printed 1% was removed from Column 6 to allow the correct rate of 1% or 2% to be entered.

Allowable Credit section – An additional column, Column 10 “Amount of Credit Used Prior Years”, was added. A Total line was added for the columns in this section.

## Form 511CR “Other Credits Form”

The following income tax credits have been amended:

- Oklahoma Investment/New Jobs Credit – The credit is no longer limited by the \$25 million cap. Lines 1b & 1c, which were used to calculate of the reduced credit, have been deleted. Line 1d, the check-boxes for the type of credit, was renumbered; it is now line 1b.
- Coal Credit – Column A “Unused Credit Carried Over from Prior Year(s)” is no longer applicable. The carryover provision, for credits earned prior to January 1, 2014, expired.
- Small Business Guaranty Fee Credit – The credit is only for banks and credit unions filing Form 512. The credit for small businesses expired.
- Refundable Credit for Electricity Generated by Zero-Emission Facilities –
  - For credits claimed for the first time on or after July 1, 2019, an irrevocable written election may be made with the return to carryforward any unused credit for a period not to exceed 10 years; any credit remaining in the 10<sup>th</sup> year will be refunded at 85%.
  - Credits generated from water, sun or geothermal energy have an overall cap. No more than \$500,000 of the credit may be allowed to offset tax or be refunded in a taxable year. For tax year 2019, the full amount of the statutory credit is available.
- Oklahoma Affordable Housing Tax Credit –
  - The county population restriction in the definition of “qualified project” was eliminated.
  - For credits earned beginning TY2019, the unused carry forward period was reduced to two years.

The following income tax credit was added to the form:

- Credits for Employers in the Vehicle Manufacturing Industry - See Form 585 below for additional information.

The following income tax credits have been eliminated and are no longer on the form:

- Poultry Litter Credit
- Credit for Breeders of Specialty Trained Canines
- Credit for Stafford Loan Origination Fee
- Credit for Manufacturers of Electric Vehicles

**Form 561C, 561F, 561P, 561S & 561NR-F “Oklahoma Capital Gain Deduction” for corporations, trust and estates, nonresident partners and nonresident shareholders**

The following “Note” was added to the instructions under “Pass-through entities...”

NOTE: If you are a member, either directly or indirectly, of an electing pass-through entity (PTE) the capital gain/loss from the PTE which is covered by the election pursuant to the provisions of the Pass-Through Entity Act of 2019 is not entered on this form to compute your Oklahoma Capital Gain Deduction. The gain/loss will be entered on the electing PTE’s Oklahoma Capital Gain Deduction form, Form 561-PTE.

**Form 561-PTE “Oklahoma Capital Gain Deduction for an Electing Pass-Through Entity (PTE)  
Filing Form 587-PTE”**

This is a new form. A partnership or S corporation that elected to be an electing pass-through entity (PTE), by filing Form 568 “Pass-Through Entity Election Form”, will use this form to calculate any Oklahoma Capital Gain deduction. Each member’s share of the Capital Gain Deduction is entered in Column C of Form 587-PTE.

**Form 565 “Credits for Employers in the Aerospace Sector”**

This form is new to e-file. Credits are allowed for tuition reimbursement and for compensation paid to a qualified employee by a qualified employer whose principal business activity is in the aerospace sector.

**Form 578 “Refundable Credit for Electricity Generated by Zero-Emission Facilities”**

Form 578 should not to be completed if the election is made to not receive a direct refund and instead carryover the unused credit.

The following added to page 2 - Note: Credits generated from water, sun or geothermal energy have an overall cap. No more than \$500,000 of the credit may be allowed to offset tax or be refunded in a taxable year. For tax year 2019, the full amount of the statutory credit is available.

**Form 585 “Credits for Employers in the vehicle manufacturing Industry”**

This is a new form. Establishes credits for tuition reimbursement and for compensation paid to a qualified employee by a qualified employer whose principal business activity is in vehicle manufacturing, which includes automotive parts manufacturing.

### **Form 587-PTE “Pass-Through Entity Tax Supplement”**

This is a new form. A partnership or S corporation that elected to be an electing pass-through entity (PTE), by filing Form 568 “Pass-Through Entity Election Form”, will use this form to calculate tax. With regard to each member of an electing PTE, the electing PTE shall multiply such member’s Oklahoma distributive share of the electing PTE’s Oklahoma net entity income by the applicable 5% or 6% tax rate. The electing PTE’s tax shall equal the aggregated tax of all members.

### **Miscellaneous**

Form 512-SA “Nonresident Shareholder Agreement” - Under the title of the form, “Not for a shareholder of an electing pass-through entity (PTE)” was added. A paragraph was added to the bottom of the form stating a PTE is not required to file Form 512-SA because the nonresident shareholder will not be required to file an Oklahoma income tax return on the nonresident shareholder’s share of distributable income of the PTE.

Form 568 “Pass-Through Entity Election Form”, is used to report to the Oklahoma Tax Commission that the pass-through entity is electing, or revoking the election, to become an electing pass-through entity (PTE).

See the 2019 Legislative Update located on our website for a complete list of legislative changes.

## Contact Information

**For question or inquiries please contact:**

### E-File issues

Crystal Cameron, E-File Coordinator    Ph. (405) 522-5723  
E-Mail [efiledevelopers@tax.ok.gov](mailto:efiledevelopers@tax.ok.gov)  
Mail    Oklahoma Tax Commission  
Crystal Cameron - Account Maintenance Division  
PO Box 269060  
Oklahoma City OK 73126-9060

### General Corporate Income Tax questions

Corporate Income Tax Section    Ph. (405) 521-3126  
E-Mail [otcmaster@tax.ok.gov](mailto:otcmaster@tax.ok.gov)  
Mail    Oklahoma Tax Commission  
Compliance Division – Corporate Income Tax  
PO Box 269054  
Oklahoma City OK 73126-9054

### **Other Information:**

Oklahoma's website – [www.tax.ok.gov](http://www.tax.ok.gov)  
Taxpayer Service Center – (405) 521-3160  
Physical address:    Oklahoma Tax Commission  
2501 N Lincoln Blvd.  
Oklahoma City OK 73194

## Acceptance and Participation

EROs and transmitters must be approved with the IRS in order to submit Fed/State or State Standalone returns. You do not need to register with OTC. Upon IRS approval for electronic filing, you are automatically approved for Oklahoma.

Software Developers must register by completing Form D-106 "2019 Tax Software Provider Letter of Intent". You may download test returns from the State Exchange System. We will open for testing a few days after the IRS. When test returns are submitted, please e-mail the submission IDs to [efiledevelopers@tax.ok.gov](mailto:efiledevelopers@tax.ok.gov). We do not automatically pull submissions in our test environment. Include in the subject of the e-mail the name of the product being tested.

## Types of Returns Accepted

- **Linked (Fed/State)**

The Federal and state submissions do not have to be transmitted to MeF together. A state submission can be linked to the Federal submission by including the Submission ID of the Federal return in the state manifest. If the state submission is linked to a Federal submission (also referred to as a Fed/State return), the IRS will check to see if there is an accepted Federal submission under that Submission ID.

If there is not an accepted Federal return, the IRS will deny the state submission and an acknowledgement will be sent. Oklahoma will have no knowledge that the state return was denied (rejected ) by the IRS.

If there is an accepted Federal return under that Submission ID, then the IRS will do minimal validation on the state submission and pass along to the state what the ERO/Transmitter sends in the State submission. Oklahoma will generate the acknowledgement for the Oklahoma return and send it to the MeF system for the transmitter to retrieve.

- **Unlinked (State Standalone)**

If the ERO/Transmitter does not link the state return to a previously-accepted Federal return (also referred to as State Standalone), the IRS will perform minimal validation and will pass along to the state the entire state submission that was sent in by the ERO/taxpayer. The state return is made up of the Oklahoma return and applicable Federal return; the taxpayer is required to provide both components. Oklahoma will generate the acknowledgement for the Oklahoma return and send it to the MeF system for the transmitter to retrieve.

## What Can be Transmitted Electronically

The Oklahoma electronic return will consist of data transmitted as well as supporting PDFs. In total, an electronic return contains the same information as a comparable return filed entirely on paper.

The following is a list of all of the XML forms that Oklahoma accepts electronically. Software Developers are not required to support all of the supplemental forms that Oklahoma accepts electronically.

### Income Tax Return

- Form 512 - Oklahoma Corporate Income Tax Return
- Form 512-S - Oklahoma Small Business Corporate Income Tax Return
- Form 513 – Oklahoma Fiduciary Resident Income Tax Return
- Form 513NR – Oklahoma Fiduciary Nonresident Tax Return
- Form 514 – Oklahoma Partnership Income Tax Return Supplemental Forms
- Form 512-FT - Computation of Oklahoma Consolidated Annual Franchise Tax
- Form 512-TI – Computation of Oklahoma Consolidated Taxable Income
- Form 514-PT – Oklahoma Partnership Composite Income Tax Supplement
- Form 511CR – Other Credits Form
- Form 561C – Oklahoma Capital Gain Deduction for Corporations Filing Form 512
- Form 561F – Oklahoma Capital Gain Deduction for Trusts and Estates Filing Form 513
- Form 561P – Oklahoma Capital Gain Deduction for the Nonresident Partner included in the Composite Return (Form 514, Part 1)
- Form 561S – Oklahoma Capital Gain Deduction for Nonresident Shareholder Whose Income is reported on Form 512-S, Part 1
- Form 561NR-F – Oklahoma Capital Gain Deduction for Trusts and Estates Filing Form 513NR

- Form 561-PTE – Oklahoma Capital Gain Deduction for an Electing Pass-Through Entity (PTE) filing Form 587- PTE.
- Form 565 - Credits for Employers in the Aerospace Sector
- Form 585 - Credit for Employers in the Vehicle Manufacturing Industry
- Form 587-PTE - Oklahoma Pass-Through Entity Tax Supplement
- Forms 506 – Investment/New Jobs Credit (A current year form plus a form for each of the previous four years.)
- Form OW-8-P – Underpayment of Estimated Tax Worksheet
- Form 567-A – Credit for Investment in Clean-Burning Motor Vehicle Fuel Property
- Form 577 – Refundable Coal Credit
- Form 578 - Refundable Credit for Electricity Generated by Zero-Emission Facilities
- Form 500-A – Information Return – Production Payments (Use this form if it shows Oklahoma withholding.)
- Form 500-B – Information Return – Report of Nonresident Member Income Tax Withheld (Use this form if it shows Oklahoma withholding.)
- State Form 1099Misc – Miscellaneous Income - (Use this form if not part of the federal return and it shows Oklahoma withholding.)

**Note:** Any of the above supplemental forms that a Developer does not support as XML data should be attached as pdf documents.

## **Amended Returns**

Amended returns may be electronically filed. The Amended Return check-box must be marked or the return will be rejected as a duplicate filing.

## **Submission/Return Type**

Accepted Values for the State Submission Type in the Manifest and the Return Type in the Return Header are:

- OK512Sep – For a separate corporate return (In the schema this is OK512Single)
- OK512Con – For a consolidated corporate return (In the schema this is OK512)
- OK512S – For an S corporation return (In the schema this is OK512S)
- OK513 - For a Resident Fiduciary return (In the schema this is OK513)
- OK513NR – For a Nonresident Fiduciary return (In the schema this is OK513NR)
- OK514 – For a partnership return (In the schema this is OK514)

## **Attachments to the Electronic Return**

The tax return may also include non-XML documents, known as “binary attachments”, submitted in PDF format. These attachments include items from the following sources:

- Form 512-SA – Nonresident Shareholder Agreement (must have an original signature)
- Form/Schedule not supported – any Oklahoma forms or schedules which are required to be filed with the return, but not supported in XML format.
- Supporting documentation – any supporting documentation required to be submitted with a form.
- Additional information – any additional information that needs to be filed with the return.

Approved MeF tax preparation software should provide the necessary instructions for creating, scanning or exporting documents in PDF format and submitting these documents as attachments that are required by Oklahoma and IRS publications, Code, and/or Regulations. Preparers will create the binary attachments as pdf documents and submit them as electronic files attached to the MeF return.

## **Copy of Federal Return Required**

The complete Federal return and the necessary supporting schedules as submitted to the IRS are required to be submitted with the Oklahoma return. If the taxpayer is included in the Federal return of a consolidated group, a copy of the pro-forma Federal return for the company must be included along with the first four pages of the consolidated Federal return and the consolidating income statement, balance sheet and schedule M-1/M-3 including applicable detailed schedules. The Federal return must be in XML, providing only a PDF attachment will cause the submission to be rejected.

## **What Cannot be Transmitted Electronically**

Oklahoma follows the IRS guidelines for MeF exclusions (Refer to IRS Publication 4164). In addition to the IRS guidelines, the following types of returns are excluded from electronic filing:

- Returns with cent entries
- Returns for any year other than the current and two prior tax years.

## **Signature Document (Form EF)**

The Form EF must be completed and signed by all required parties.

- The original is to be retained by the ERO, along with a copy of the e-Filed return, for 3 years and made available to OTC upon request. All EROs will be subject to periodic reviews by OTC to ensure the paperwork is being retained.
- The taxpayer must be provided with a copy of the Form EF along with documentation of all completed Oklahoma forms and schedules filed for the taxpayer. This documentation may be furnished on official Oklahoma forms, on copies of official forms, or on software designed forms that have been approved by OTC.

Entry of the Taxpayer's Personal Identification Number (PIN) or use of an electronic signature pad (as authorized by the Internal Revenue Service) in the electronic filing process operated by the IRS shall serve as an "electronic signature". Entry of the taxpayer's PIN or use of an electronic signature pad as signature will only be allowed on a linked (Fed/State) electronically-filed return. Use of a PIN will not be allowed on an unlinked (State Standalone) return.

## **Acknowledgement System**

The Tax Commission will generate an acknowledgement of acceptance or rejection for all returns received. The acknowledgment record will be in a format approved and agreed upon by the IRS, state agencies, transmitters and software developers.

Transmitters and software developers should allow 1 business day to receive the state acknowledgment before contacting the Tax Commission.

A return is not considered filed until an acknowledgement of acceptance has been received.

## **Timeliness of Filing**

All prescribed due dates for filing of returns apply to MeF returns. If any due date falls on a Saturday, Sunday or legal holiday when OTC's offices are closed, the return must be filed by the next business day.

## **Other Guidelines**

- ExplanationStatement element –

The Explanation Statement may be used to provide additional information. For example the taxpayer wants to elect to forego the Oklahoma Net Operating Loss carryback period. The <ExplanationStatement> element may be used for this election.

## Balance Due Returns

Taxpayers who file their return electronically can elect to pay their balance due by four different methods. The taxpayer is responsible for paying the amount due to the OTC when a return is filed or no later than the original due date.

- Direct debit (electronic funds withdrawal), for a full or partial payment when filing their return and choose an effective date.

Taxpayers may have their payments directly withdrawn from their checking or savings account. The bank routing and account numbers, the amount to be withdrawn and the date the funds are to be withdrawn must be supplied as part of the e-Filed return.

The RequestedPaymentDate in the StatePayment section of the FinancialTransaction is used to indicate an ACH Debit's Effective Date. Holidays and weekends are not valid effective dates.

Oklahoma does not accept International ACH Transactions (IAT) at this time. If the IAT indicator field is marked, the taxpayer should submit the balance due by another means.

- Electronic Funds Transfer (EFT) ACH Debit.

Taxpayers can choose to have their payment directly withdrawn from their checking or savings account via the OTC website. Visit the "Online Services" section at [www.tax.ok.gov](http://www.tax.ok.gov).

- Credit Card Payment

Credit card payments may be made through the OTC website. Visit the "Online Services" section at [www.tax.ok.gov](http://www.tax.ok.gov). Please be aware a convenience fee will be added to the transaction.

- Check or money order accompanied by payment Form EF-V

Checks or money orders should accompany the Form EF-V and be mailed to the OTC at the following address:

Oklahoma Tax Commission  
Electronic Filing  
PO Box 26890  
Oklahoma City OK 73126-0890

**Do not mail a copy of the tax return with the payment.**

If the taxpayer is making a partial payment, a billing coupon will be sent for the balance due at which time the taxpayer will have the option of paying the remaining balance in full, or making the minimum payment until the balance is paid in full.

## Refund Returns

Taxpayers have three options when their return shows an overpayment of tax. They may elect to have any or all of their overpayment:

- Direct deposited into a checking or savings account. The bank routing and account numbers must be supplied as part of the e-Filed return. **Note:** *Due to the electronic banking rules, the Oklahoma Tax Commission will not allow direct deposits to or through foreign financial institutions. The taxpayer will be issued a paper check.*
- Applied to next year's estimated tax (original returns only).
- Donated to a variety of Oklahoma organizations. See the 512 or 512-S instructions for a list of the organizations.

Taxpayers should first confirm acknowledgment of their Oklahoma return with their practitioner or transmitter. Tax preparers should wait at least 7 days from the date of acknowledgment before contacting the OTC about their refund.

## Changes to Electronic Returns

After an 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.

Name, address or FEIN changes may be made by contacting the Corporate Section of our Compliance Division. Contact the Section by phone at (405) 521-3126, fax at (405) 522-3283, or by mail at Oklahoma Tax Commission, Corporate-Compliance Division, PO Box 269054, Oklahoma City OK 73126-9054. Be sure and include your name and telephone number on any correspondence.

## **Responsibilities of Electronic Filers**

The guidelines in IRS Publications must be followed for Oklahoma Electronic Filing.

- **Penalties for Disclosure or Use of Information**

Guidelines outlined in Section 6, IRS Revenue Procedure 93-8 should be followed, as well as Title 68, Section 205 Oklahoma Statutes.

- **Penalties for Late Filing, Late Payment and Fraudulent Returns**

This provision provides due notice that all penalties, interest and criminal provisions which are applicable for paper returns, are also applicable for electronic returns. Specifically, penalty and interest on tax for late filing and/or late payment will be assessed.

Penalties will be assessed for any person filing a fraudulent or misleading return. Additionally any person who willfully subscribes or presents a fraudulent return will be subject to prosecution and the penalties.

- \* Other criminal provisions will be applicable to the extent that a person attempts to commit forgery and falsify signatures on any electronic filing form or check.

- \* Any attempt to pass bad checks for payment of taxes will be prosecuted.

- **Advertising Standards**

Guidelines in IRS Publications and Revenue Procedure 93-8, Sec 12.01 through 03 and 05 through 09 must be followed for Oklahoma MeF, as though references to the IRS or Service were references to the OTC, State of Oklahoma, or the State and references to the FMS or Treasury Seals were references to the State of Oklahoma Seal.

- **Monitoring and Suspension of an Electronic Filer**

The OTC will monitor electronic filers for conformity to this publication. Under the MeF Program, the OTC can recommend suspension of an electronic filer for due cause through the local IRS District Office Coordinator.

Note: Warning letters, suspension and rejection from electronic filing will be administered by the local IRS District Director.