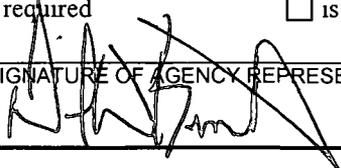


REQUEST FOR RECORDS DISPOSITION AUTHORITY		JOB NUMBER <i>NI-058-07-4</i>	
To: NATIONAL ARCHIVES & RECORDS ADMINISTRATION 8601 ADELPHI ROAD COLLEGE PARK, MD 20740-6001		Date received <i>12-26-06</i>	
1 FROM (Agency or establishment) Department of the Treasury		NOTIFICATION TO AGENCY In accordance with the provisions of 44 U S C 3303a, the disposition request, including amendments, is approved except for items that may be marked "disposition not approved" or "withdrawn" in column 10	
2 MAJOR SUBDIVISION Internal Revenue Service			
3 MINOR SUBDIVISION Wage and Investment Division Dependent Database (DDb)			
4 NAME OF PERSON WITH WHOM TO CONFER Tracee Taylor	5 TELEPHONE NUMBER (202) 283-9291	DATE <i>5/14/07</i>	ARCHIVIST OF THE UNITED STATES <i>Alb Weirich</i>
6 AGENCY CERTIFICATION I hereby certify that I am authorized to act for this agency in matters pertaining to the disposition of its records and that the records proposed for disposal on the attached <u>3</u> page(s) are not needed now for the business for this agency or will not be needed after the retention periods specified, and that written concurrence from the General Accounting Office, under the provisions of Title 8 of the GAO Manual for Guidance of Federal Agencies, <input checked="" type="checkbox"/> is not required <input type="checkbox"/> is attached, or <input type="checkbox"/> has been requested			
DATE <i>12/20/2006</i>	SIGNATURE OF AGENCY REPRESENTATIVE 		TITLE IRS Records Officer
7 ITEM NO	8 DESCRIPTION OF ITEM AND PROPOSED DISPOSITION IRM 1 15 29 Records Control Schedule for Service Center Operations New Item 415, Dependent Database (DDb) See attached.	9 GRS OR SUPERSEDED JOB CITATION	10 ACTION TAKEN (NARA USE ONLY)
<i>24 copies sent to Agency, NWMD, NWMU, NWET, NR</i>			

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1 15 29
Item 415

Dependent Database (DDb)

Description:

DDb contains taxpayer return information and child custody information used to determine the validity of dependent and Earned Income Tax Credit (EITC) claims.

Background:

The Dependent Database was a new program for FY 2001. The database is a combination of taxpayer return information from the IRS, and child custody information from the Department of Health and Human Services (HHS) and the Social Security Administration (SSA) used to determine the validity of dependent and EITC claims.

DDb is rule driven. If a rule condition is met as returns are processed through the DDb rule filtering process, the rule "fires" and the return is flagged for examination. Most of the selected returns are worked as pre-refund audits, which involve EITC. However, the DDb also identifies non-EITC issues that are worked as post-refund audits, such as the duplicated dependent issue. Out of approximately 18 million EITC returns that are entered, the DDb identifies about 3 million as non-compliant. Out of the 3 million non-compliant returns, approximately 300,000 are examined or audited. The data stored in the DDb only contains information on the 3 million returns that are found to be non-compliant.

A. Inputs:

Includes IRS taxpayer return information and transactions, and data electronically received from the Department of Health and Human Services (HHS) and the Social Security Administration (SSA). Data includes social security usage, child/parental custody information, and vital statistics for the entire population.

Disposition: Temporary. Delete when superseded or obsolete or when no longer needed to support the reconstruction of the master file, whichever is later.

B. System Data:

Maintains data extracted/received from IRS, HHS and SSA relevant to those returns tagged as non-compliant, including taxpayer return information, custody orders, name and SSN of custodial and non-custodial parties as well as dependents, and audit trail information. The system contains KIDLINK data for all new births and new issues of SSNs since 1998. Most records date from tax year 2000.

1. *KIDLINK Database*. Cross-reference information that links birth parents and children by SSN.

Disposition: Temporary. Close out at end of SSN cycle year. Delete 30 years after close-out.

2. *Federal Case Registry (FCR)*. Information received from HHS relating to custody. Used to determine residency requirement for EITC.

Disposition: Temporary. Close out at end of processing year. Delete 3 years after close-out.

3. *Individual Master File-Return Transaction File (IRTF)*. Taxpayer return information.

Disposition: Temporary. Close out at end of processing year. Delete 3 years after close-out.

4. *National Account Profile (NAP) Data Master 1 (DMI) File Data Store*. DOB, DOD, and name controls on all valid SSNs.

Disposition: Temporary. Delete when superseded or obsolete.

5. Database Scoring Tables. Yearly results of taxpayer return scores.

Disposition: Temporary. Close out at end of processing year. Delete 5 years after close-out.

C. Outputs:

Reports pertaining to non-compliant returns case information including the rules broken, types of cases, tolerance ranges (based on EITC amount), campus type (W&I or SBSE), and Pre/Post refund amounts.

Disposition: Temporary. Delete/destroy when superseded or no longer needed for administrative, legal, audit or other operational purposes.

D. System Documentation:

Functional Specification Package, codebooks, and user guide.

Disposition: Temporary. Delete/destroy when superseded or obsolete.