

BEFORE THE TAX COMMISSION OF THE STATE OF IDAHO

In the Matter of the Protest of)
[Redacted],) DOCKET NO. 1-172-074-496
Petitioner.)
DECISION
_____)

On March 13, 2015, the Income Tax Audit Division of the Idaho State Tax Commission (Commission) issued a Notice of Deficiency Determination (NODD) to [Redacted] (taxpayer) proposing additional income tax, penalty, and interest for taxable year 2012 in the total amount of \$646.

A timely protest and petition for redetermination was filed by the taxpayer. The taxpayer has not requested a hearing. The Commission has reviewed the file, is advised of its contents, and hereby issues its decision affirming the NODD.

The taxpayer was issued an NODD by the Commission pursuant to an [Redacted] redetermination of his income. The Commission received the [Redacted] audit from the [Redacted] showing that they had decreased the personal exemptions claimed and disallowed the Child/Dependent care subtraction. The Commission found that the auditor correctly recomputed the taxpayer's Idaho income tax liability pursuant to [Redacted] redetermination.

The taxpayer protested the NODD. The protest was acknowledged and the taxpayer was asked to provide documentation showing any changes to the original audit by [Redacted] or any other information he would like the Commission to consider.

To date, the taxpayer has not provided any documentation from [Redacted] that shows the [Redacted] NODD was changed. A review of [Redacted] records shows no changes to the original audit adjustments and the taxpayer has not provided any additional information.

Idaho Code § 63-3002 states it is the intent of the Idaho legislature to make the Idaho income tax code identical to the Internal Revenue Code in the way taxable income is determined. Idaho Code § 63-3069 states that, upon a final determination of any deficiency or refund of [Redacted] taxes, written notice shall be immediately sent to the State Tax Commission by the taxpayer. IDAPA 35.01.01 Income Tax Administrative Rule 890.03 states that immediate notification is within 60 days of the final determination.

From the cited Idaho Code sections and the Administrative Rule, it is apparent the Idaho legislature intended any changes made to the taxpayer's [Redacted] return be reflected on the taxpayer's Idaho return. Therefore, it is the Commission's position that the changes made to the taxpayer's [Redacted] return must be made to the taxpayer's state return.

Following the Idaho Code, the adjustments should be made to the taxpayer's Idaho income tax return. The taxpayer carries the burden to prove the adjustments were incorrect. The Commission's position is that the taxpayer must be granted relief at the [Redacted] level before relief can be granted at the state level.

Since the taxpayer has not provided the Commission with a contrary result to the [Redacted] original redetermination, the Commission must uphold the deficiency as asserted. Also, because the taxpayer is not entitled to the dependent exemption, the taxpayer cannot claim the additional grocery credit per Idaho Code §63-3024A.

THEREFORE, the Notice of Deficiency Determination dated March 13, 2015, and directed to [Redacted], is hereby APPROVED and MADE FINAL.

IT IS ORDERED that the taxpayer pay the following amount of tax, penalty, and interest:

<u>YEAR</u>	<u>TAX</u>	<u>PENALTY</u>	<u>INTEREST</u>	<u>TOTAL</u>
2012	\$573	\$29	\$58	\$660

Interest is calculated through January 15, 2016.

DEMAND for immediate payment of the foregoing amount is hereby made and given.

An explanation of the taxpayer's right to appeal this decision is enclosed.

DATED this _____ day of _____ 2015.

IDAHO STATE TAX COMMISSION

COMMISSIONER

CERTIFICATE OF SERVICE

I hereby certify that on this _____ day of _____ 2015, a copy of the within and foregoing DECISION was served by sending the same by United States mail, postage prepaid, in an envelope addressed to:

[Redacted]

Receipt No.
