BEFORE THE TAX COMMISSION OF THE STATE OF IDAHO

In the Matter of the Protest of)))	DOCKET NO. 1-025-737-728
Petition) ners.)	DECISION

The Tax Commission's Tax Discovery Bureau (Bureau) issued

(Petitioners) a Notice of Deficiency Determination (Notice) for tax year 2020. Petitioners

protested, and the case was transferred to the Tax Commission's Appeals Unit (Appeals). The Tax

Commission has reviewed the matter and issues its decision upholding the Notice.

BACKGROUND

The Bureau sent requests for Petitioners to file missing Idaho income tax returns for tax year 2020. The Bureau did not receive a response, so they prepared a return for them based on W-2 and K-1 information available. Petitioners protested, stating they are contesting the tax calculations on the Notice provided by the Bureau. Specifically, they have three minor dependents and additional self-employment deductions that were not included in the Notice. The Bureau acknowledged their protest and transferred the case to Appeals. Appeals sent Petitioners a letter explaining the appeals process and their right to an informal hearing. Petitioners did not respond.

LAW AND ANALYSIS

Idaho Code section 63-3030 provides that every resident individual of Idaho required to file a federal return under section 6012(a)(1) of the Internal Revenue Code must file an Idaho return. Under Internal Revenue Code section 6012(a)(1), a taxpayer must file tax returns where their gross income equals or exceeds the standard deduction amount for that year. Petitioners exceeded the income requirement for filing tax returns.

Petitioners have failed to provide any substantive argument or documentation to show the 2020 individual income tax return prepared by the Bureau is incorrect. Therefore, the Tax Commission finds no basis for making any changes to the Notice.

CONCLUSION

Appeals and the Bureau have given Petitioners ample time to provide actual returns. For tax year 2020, Petitioners have not shown the return prepared by the Bureau is in error. The Tax Commission reviewed the return and found it a reasonable representation of Petitioners' Idaho taxable income.

The Bureau added interest and penalty to Petitioners' tax deficiency. The Tax Commission reviewed those additions and found them to be appropriate and in accordance with Idaho Code sections 63-3045 and 63-3046.

THEREFORE, the Notice dated April 4, 2022, and directed to is hereby APPROVED and MADE FINAL.

IT IS ORDERED that Petitioners pay the following tax, penalty, and interest:

<u>YEAR</u>	<u>TAX</u>	<u>PENALTY</u>	<u>INTEREST</u>	TOTAL	
2020	\$4,961	\$1,240	\$244	\$6,445	

Interest is calculated through April 4, 2023.

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

An explanation of Petitioners' right to appeal this decision is enclosed.

DATED this _____ day of _____ 2023.

IDAHO STATE TAX COMMISSION

CERTIFICATE OF SERVICE

I hereby certify that on this day of a copy of the within and foregoing DECISION was smail, postage prepaid, in an envelope addressed to:	
	Receipt No.