

MEMO# 1553

November 21, 1989

IRS REVENUE PROCEDURE ON FORM 1042S MAGNETIC FILING

November 21, 1989 TO: TAX MEMBERS NO. 45-89 OPERATIONS MEMBERS NO. 33-89 UNIT INVESTMENT TRUST MEMBERS NO. 63-89 CLOSED-END FUND MEMBERS NO. 64-89 TRANSFER AGENT ADVISORY COMMITTEE NO. 29-89 ACCOUNTING/TREASURERS COMMITTEE NO. 51-89 RE: IRS REVENUE PROCEDURE ON FORM 1042S MAGNETIC FILING

The attached IRS Revenue Procedure sets forth the requirements and conditions under which withholding agents may file Form 1042S, Foreign Person's U.S. Source Income Subject to Withholding, on magnetic tape. Magnetic filing of Form 1042S is not permitted on diskettes or on data cartridges. This Revenue Procedure updates and supersedes Revenue Procedure 87-63 and incorporates other IRS announcements regarding Form 1042S. (See Institute Memoranda to Tax Members No. 1-89, Operations Members No. 2-89, Unit Investment Trust Members No. 1-89, Closed-End Fund Members No. 2-89, Transfer Agent Shareholder Advisory Committee No. 1-89 and Accounting/Treasurers Committee No. 2-89, dated January 6, 1989; and to Tax Members No. 8-89 and Transfer Agent Shareholder Advisory Committee No. 5-89, dated February 24, 1989). Section 2 of this Revenue Procedure summarizes the changes that have been included in this Revenue Procedure for Tax Year 1989. Section 3 discusses important rules and common errors. The IRS emphasizes that deviations cannot and will not be permitted in any of the data fields and that this Revenue Procedure is to be followed exactly as written. Consequently, the entire Revenue Procedure should be carefully reviewed. We will keep you informed of developments. Keith D. Lawson Assistant General Counsel Attachment