

By: Senator(s) Robertson

To: Finance

SENATE BILL NO. 2916

1 AN ACT TO AMEND SECTION 27-13-49, MISSISSIPPI CODE OF 1972,
2 TO REVISE THE TYPE OF NOTICE THAT MAY EXTEND THE THREE-YEAR PERIOD
3 FOR EXAMINING CORPORATION FRANCHISE TAX RETURNS; AND FOR RELATED
4 PURPOSES.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

6 **SECTION 1.** Section 27-13-49, Mississippi Code of 1972, is
7 amended as follows:

8 27-13-49. (1) Returns shall be examined by the commissioner
9 or his duly authorized agents within three (3) years from the due
10 date or the date the return was filed, whichever is later, and no
11 determination of a tax overpayment or deficiency shall be made by
12 the commissioner, and no suit shall be filed with respect to
13 income within the period covered by such return, after the
14 expiration of said three-year period except as hereinafter
15 provided.

16 (2) When an examination of a return made under this chapter
17 has been commenced, and the taxpayer notified thereof by certified
18 mail, or personal delivery by an agent of the commissioner within
19 the three-year examination period provided in subsection (1) of
20 this section, the determination of the correct tax liability may
21 be made by the commissioner after the expiration of said
22 three-year examination period, provided that said determination
23 shall be made with reasonable promptness and diligence.

24 (3) Where the federal income tax return of a taxpayer has
25 been changed by the Internal Revenue Service, the three-year
26 examination period provided in subsection (1) of this section
27 shall not be applicable, insofar as the Mississippi franchise tax
28 liability is affected by the specific changes made by said

29 Internal Revenue Service. However, no additional assessment or no
30 refund shall be made under the provisions of this chapter after
31 three (3) years from the date the Internal Revenue Service
32 disposes of the tax liability in question.

33 (4) The three-year examination period provided in subsection
34 (1) of this section shall not be applicable in the case of a false
35 or fraudulent return with intent to evade tax.

36 (5) A taxpayer may apply to the commissioner for revision of
37 any return filed under this chapter at any time within three (3)
38 years from the due date, or the date the return was filed,
39 whichever is later.

40 **SECTION 2.** This act shall take effect and be in force from
41 and after July 1, 2005.