

Virginia Department of Taxation



Pass-Through Entity Business Rules

Tax Year 2017



Appendix A – PTE – Schema Validation Business Rules

Rule Number	Business Rules
VAForms – 001	The total count PDF files does not equal to the total count provided in schema header.
VAForms – 002	The PDF Files cannot be found in the submission.
VAForms – 003	The document ID could not be found in the submission.
VAForms – 004	Document does not pass the schema validation.

Appendix B – PTE – Business Rules

Form 502

Rule Number	Business Rules
502-010	The Federal PTE Form (federal Form 1120S or federal Form 1065 or federal Form 1065B) must exist.
502-020	If the Change in Fiscal Year check box is populated, Fiscal or Short Year Filer Beginning Date and Ending Date are required.
502-025	Tax Period Beginning Date cannot be greater than Tax Period Ending Date.
502-030	Schedule 502A must exist when Line 7 (Virginia apportionment percentage) is populated with a value less than 100%.
502-040	Schedule 502ADJ must exist when Line 12, (Total additions) or Line 17 (Total subtractions), or Line 19 (Total nonrefundable credits) or Line 20 (Total refundable credits) is populated with an amount greater than zero.
502-050	Form 502, Line 1 (Total of taxable income amounts) must equal Schedule 502A, Section C, Line 1 (Total of Taxable Income Amounts).
502-060	Form 502, Line 4 (Income allocated to Virginia) must equal Schedule 502A, Section C, Line 2 (Commercial domicile is in Virginia).
502-070	Form 502, Line 5 (Income allocated outside of Virginia) must equal Schedule 502A Section C Line 3e (Allocable income).
502-080	Form 502 Line 6 (Apportionable income) must equal Schedule 502A Section C Line 4 (Apportionable income).
502-090	Form 502, Line 12 (Total additions) must be equal to the sum of Schedule 502ADJ, Section A (Total Additions).
502-100	Form 502, Line 13 (Total additions) must equal the sum of Line 8 (Fixed-date conformity-depreciation), Line 9 (Fixed-date conformity-other), Line 10 (Net Income or other tax used as a deduction in determining taxable income), Line 11 (Interest on municipal or state obligations other than from Virginia) and Line 12 (Total additions).
502-110	Form 502, Line 17 (Total subtractions) must be equal to the sum of Schedule 502ADJ, Section B (Total Subtractions).
502-120	Form 502, Line 18 (Total subtractions) must equal the sum of Line 14 (Fixed-date conformity-depreciation), Line 15 (Fixed date conformity-other, Line 16 (Income from obligations of the United States, Line 17 (Total subtractions).
502-130	Form 502, Line 19 (Total nonrefundable credits) must equal Schedule 502ADJ, Section C, Line 38 (Total Nonrefundable Credits).
502-140	Form 502, Line 20 (Total refundable credits) must equal Schedule 502ADJ, Section C Line 46 (Total Refundable Credits).
502-150	Form 502, Section 4, Line 12 (Amount of withholding overpayment to be refunded), must equal the difference of Form 502, Section 4, Line 10 (Net Overpayment) and Form 502, Section 4, Line 11 (Amount of withholding overpayment to be credited to next year).
502-160	Vendor ID must be valid / approved.
502-170	FEIN cannot duplicate the FEIN of a previously accepted return for the tax year being filed.

Schedule 502A

Rule Number	Business Rules
502A-010	Schedule 502A Section A Line 1 or Line 2 or Line 3 or Line 4, or Line 5 or Line 6 or Line 7 or Line 8 must be populated when Schedule 502A is present.
502A-020	Schedule 502A Section A Lines 6a and 6b must be populated when Section A, Line 6 checkbox is populated.
502A-040	If Schedule 502A Section A, Motor Carrier Line 1 Exception 1 checkbox or Exception 2 checkbox is populated, an amount must be in Section B, Line 1 Columns 1, 2 and 3.

Schedule 502ADJ

Rule Number	Business Rules
502ADJ-010	Schedule 502ADJ, Section A, Line 5 (Total Additions) must equal the sum of all Additions Amounts.
502ADJ-020	Explanation must be provided for Addition Code 99.
502ADJ-030	Schedule 502ADJ, Section B, Line 5 (Total Subtractions) must equal the sum of all Subtractions Amounts.
502ADJ-040	Explanation must be provided for Subtraction Code 99.
502ADJ-050	Schedule 502ADJ, Section C, Line 46 (Total Refundable Credits) must equal the total of Lines 42, 44 and 45.
502ADJ-060	Total Nonrefundable Credits on Schedule 502ADJ Line 38 must equal the sum of all Nonrefundable Credits on Schedule 502ADJ Section C Lines 1 –19 plus Lines 22 – 37.

Financials

Rule Number	Business Rules
FIN-011	State Payment identified as International ACH Transaction (IAT) is not eligible for e-File.
FIN-034	For timely filed returns, the direct debit date must be on or before the original Return Due Date.
FIN-035	You cannot warehouse your payment for returns submitted after the original due date. The Payment Date must be blank or the same as the return submitted date. Your payment will be processed within a day or two of processing your return.
FIN-100	Payment Amount cannot exceed the amount owed and the amount owed must be greater than zero.
FIN-105	Warehouse Payment Date cannot be before the Return Submit Date.