

Major Changes to the 2006 Form 940-PR

- We lower-cased all letters except for initial caps on key words and fully capped the word “Anual” in the main title of the form to agree with the reviewer’s suggestion to do so with all of the 940 series of products, both English and Spanish.
- As a result of the redesign task force, the entire 940 series has been revamped to reflect a similar revamping of the 941 series. The main reasons for the new look is to enable optical scanning and reduce errors made by many filers.
- The above change totally revamped the form: Questions A-E on all prior versions were eliminated and old Partes I-IV were replaced by Partes 1-8 on the new revision.
- Along with organizing the form into eight distinct parts, we added line-by-line instructions for clarity.
- We deleted the edit codes section (“T, FF, FD, FP, I, and T”) because it’s no longer used by Compliance or Submissions Processing.
- In place of the edit codes section, we’ve added a checkbox section for filers to designate the type of return (**Clase de planilla**) that are filing.
- For 2006, the Department of Labor has determined that there will be no credit reduction states. So all such references to credit reduction states on the form have been deleted (see lines 2 and 11, which have been shaded).
- We redesigned the section for third-party designee authorization to make it resemble similar sections on Forms 941-PR and 944-PR.
- We redesigned the signature section (**Firma**), again to conform more closely with Forms 941-PR and 944-PR.
- We added an “optional” paid preparer signature section (Parte 8) as requested by SB/SE Compliance.
- Form 940-V(PR), Pago-Comprobante (Payment Voucher), is now a separate page with its own set of instructions for completing it and mailing it.
- We removed the Privacy Act and Paperwork Reduction Act Notice from the separate instructions and added it to the back of Form 940-V(PR).

Major Changes to the 2006 Anexo A (Forma 940-PR)

- There are no major changes to this product as Anexo A is brand-new for the 2006 tax year. It was developed as a decision made by the 940 redesign task force to have a Schedule A for Form 940 in English.
- There is one major difference between the current cycle being forwarded to review and all previous cycles: for 2006, the Department of Labor (DOL) has determined that there will be no credit reduction states. Thus, all such references to credit reduction states on Anexo A have been deleted.