

**2016.03000**  
**Release Notes**

February 26, 2017



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## Contact and Support Information

Product and account information can be accessed by visiting Customer Support online at [support.cch.com](http://support.cch.com). In addition to product and account information, the Customer Support site offers answers to our most frequently asked questions, forms release status, Knowledge Base articles, training videos, and operating systems compatibility. Access to these features is available 24/7.

The following Web site provides important information about the features and updates included in all CCH® ProSystem fx® Tax releases: [Release Notes](#)

Visit the [Application Status](#) web page to view the current status of our CCH applications. The Application Status web page is updated every 15 minutes.

Go to [Contact Us](#) to find information on topics such as Sales and Billing, as well as options to Open a Support Case or Chat with a Representative if you need assistance.

## Information in Tax Year 2016 Release Notes

Tax Release Notes inform you of the enhancements and updates that have been made to Tax products and systems with the current release.

Updates provided in the Release Notes include the following:

- Contact and Support information
- Updates to the Tax technology (electronic filing updates, Pro Forma/Roll Forward, Organizer, technology enhancements)
- Updates made to Tax products (form additions and updates, diagnostic updates, changes caused by regulatory updates)

# Highlights for Release 2016.03000

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## Tax Updates

### Individual, Partnership, Corporation, S Corporation, and Fiduciary (Included with Release 2016.02060)

#### Depreciation:

- Pursuant to guidance issued by the IRS, the default treatment for AMT depreciation now equals regular depreciation for current year assets when the election to opt out of bonus depreciation has been made.
- Asset Bonus Code 1 has been clarified to designate property that does not qualify for bonus depreciation, such as used property.
- Asset Bonus Code 18 (Code 16 in Fiduciary returns) is used to designate assets opting out of bonus depreciation.

## Electronic Filing Updates

### Corporation and S Corporation

The State of Louisiana announced electronic filing for Corporation and S Corporation returns will open for acceptance on Monday, February 27, 2017.

### Approved Products Available on this Release

The following federal and state products are approved and available on this release:

#### Corporation

Louisiana, Louisiana Extensions

#### S Corporation

Louisiana, Louisiana Extensions

# Product Updates

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## Individual (1040) Product Updates

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### Electronic Filing

Form 3800:

- Credits from Form 8882 flowing from a passthrough entity will now include the EIN on Form 3800 preventing Diagnostic 42859 from issuing.
- The EIN for the passthrough entity will now be included for credits from Form 8830 preventing Reject F3800-333.

### Minnesota

Form M1NR. Line 21B calculates using NR/PY Minnesota portion Section 179 amounts.

### North Carolina

Input from North Carolina > Income/Deductions > Additional First Year Depreciation > Lines 7-10 (Interview Form NC2 Boxes 66-69) should pro forma to North Carolina > Income/Deductions > Additional First Year Depreciation > Lines 6-9 (Interview Form NC2 Boxes 65-68) respectively.

### Oregon

The Oregon special medical subtraction (Subtraction Code 351) calculates automatically including a statement behind Schedule OR-ASC or Schedule OR-ASC-NP. Diagnostic 38697 issues if the subtraction has already been entered.

### Pennsylvania

Schedule W2S. Part B does not use Form 8606 amounts when Form 8606 is not in the return.

### Vermont

The use tax reporting table calculation uses the 0.20% 2016 rate.

# Partnership (1065) Product Updates

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## Federal

Partner's Schedule K-1. Line 18c will now include the non-deductible Form 6765 Research Expense excluded from Income even when there is no Increasing Research credit reported on Schedule K-1, Line 15M.

## Mississippi

Form 84-155. Lines 1-3 will now calculate.

## Nebraska Electronic Filing

Disqualifying Diagnostic 49180 will not issue when the sum of the owners percentages on Schedule II is equal to 100% and when the percentage given in the Total field of Schedule II, Column C is also 100%.

Disqualifying Diagnostic 49530 will now issue when the name of an individual partner is input only in the First name input field.

# S Corporation (1120S) Product Updates

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## Arkansas

The officer signature date will only appear on Form AR8453 when the Date signed by taxpayer is entered in the Electronic Signatures section.

# Fiduciary (1041) Product Updates

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## Federal

Schedule E amounts reported on other state returns will reflect the allowed amount from the state Form 8582 when New York is in the return.

Transmittal letter and filing instructions will produce in the Government Copy only if the selection is made in Office Manager or within the return.

## North Dakota

Input for Form 38, Schedule BI, Column 4, Federal distributive share of income (loss) amount for grantor trust is now available on North Dakota > Other > Grantor Information > Federal distributive share of income (loss) (Interview Form ND4, Box 73).