

2017.02050
Release Notes

February 11, 2018



Contact and Support Information	2
Information in Tax Year 2017 Release Notes	2
Highlights for Release 2017.02050	3
Tax News	3
Tax Updates	3
Electronic Filing Updates	4
Product Updates	6
Individual (1040) Product Updates	6
Partnership (1065) Product Updates	7
Corporation (1120) Product Updates	8
S Corporation (1120S) Product Updates	9
Fiduciary (1041) Product Updates	10
Estate and Gift (706/709) Product Updates	11

Contact and Support Information

Product and account information can be accessed by visiting Customer Support online at 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 website 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 2017 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)

Tax News

Caution! Taxpayers Sending Masked Documents to Taxing Authorities

A number of agencies have received estimate and payment vouchers with masked Social Security Numbers. To ensure payments are processed in a correct and timely manner, please advise taxpayers to submit the non-masked copies with their payments. Accountant and Taxpayer copies are masked. Only the Government copy includes the Social Security Numbers for tax filing.

Tax Updates

Individual

A new option is available to transfer the itemized deductions calculated on Tax Projector to the estimate calculation. Selecting this will move any itemized deduction amount from Tax Projector Schedule A, Line 29 to Form 1040ES, Line 2.

 **Note:** Any further modifications to Tax Projector will continue to update the estimate calculation.

Individual, Partnership, Corporation, S Corporation, and Fiduciary

New Option. Congress has not acted on legislation to address forms affected by "Extender" legislation and the final outcome of legislation is unknown. As a result, we are adding a new option to address fields affected by this. A new Yes / No box has been added to the Individual, Partnership, Corporation, S Corporation, and Fiduciary systems labeled "Exclude tax extender entries from calculations." When this option is selected, the tax programs will ignore any entry made that would be used on a government form with a "Reserved for future use" line.

This new option is available in worksheet view under General > Return Options > Processing Options > Exclude tax extender entries from calculations. For Interview Forms, the option is located on Interview Form 2 in box:

- Individual - Box 63
- Partnership - Box 85
- Corporation - Box 75
- S Corporation - Box 101
- Fiduciary - Box 77

There is a new check box available in Office Manager to turn on the option for all returns. Use Configure Tax Preparation > Miscellaneous Options > Reserved for future use 7.

If no entry is made for this new option, the existing treatment will be applied, meaning, we will process the return with the extender amount and issue a caution diagnostic.

To date, the following forms contain reserved fields:

Form	Title	System
1040	U. S. Individual Income Tax Return	1040

Form	Title	System
1040, SCH A	Schedule A Charitable Contributions Worksheet	1040
1040A	U.S. Individual Income Tax Return	1040
1041, SCH D	Schedule D Tax Worksheet	1041, 990
4136	Credit for Federal Tax Paid on Fuels	1040, 1065, 1120, 1120S, 1041
5695	Residential Energy Credits	1040
6478	Biofuel Producer Credit	1040, 1065, 1120, 1120S, 1041
8689	Allocation of Individual Income Tax to the U.S. Virgin Islands	1040
8835	Renewable Electricity, Refined Coal, and Indian Coal Production Credit	1040, 1065, 1120, 1120S
8844	Empowerment Zone Employment Credit	1040, 1065, 1120, 1120S, 1041
8845	Indian Employment Credit	1040, 1065 1120, 1120S
8864	Biodiesel and Renewable Diesel Fuels Credit	1040, 1065, 1120, 1120S
8900	Qualified Railroad Track Maintenance Credit	1040, 1065, 1120, 1120S
8904	Credit for Oil and Gas Production from Marginal Wells	1040, 1065, 1120, 1120S, 1041
8908	Energy Efficient Home Credit	1040, 1065, 1120, 1120S
8911	Alternative Fuel Vehicle Refueling Property Credit	1040, 1065, 1120, 1120S

Electronic Filing Updates

Partnership

Louisiana will open for production for Partnership Composite returns and extensions on February 26th, 2018.

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

Individual

Ohio Cities - RITA

City of Philadelphia

City of Philadelphia S-1

Tennessee

Tennessee Extension

Tennessee LLC

Tennessee LLC Extension

Partnership

Georgia
Tennessee
Tennessee Estimates

Tennessee Extension
Tennessee 250
Tennessee 251 Extension

West Virginia

Corporation

Alabama
Connecticut Combined
New York City
New York City Estimates

New York City Extension
Oklahoma Consolidated
City of Philadelphia
Tennessee

Tennessee Estimates
Tennessee Extension

S Corporation

Delaware
Georgia
Louisiana

Tennessee
Tennessee Estimates
Tennessee Extension

West Virginia

Fiduciary

New Hampshire BT Summary Ohio

Batch Electronic Filing of Extensions

Batch electronic filing of extensions is available on this release for the taxing authorities listed below. To process your e-file extensions, go to Production Processing > Extensions, Estimates & Electronic Filing > e-file > Extensions.

The following state products are approved and available for batch electronic filing of extensions on this release:

Partnership

North Carolina

Corporation

Louisiana

New York City

Pennsylvania

S Corporation

Louisiana

New York City

Product Updates

Individual (1040) Product Updates

Return to [Table of Contents](#).

Federal

Tax Equalization. State summary worksheet will only print for mythical and unsupported states unless requested on the Tax Equalization > General > Hypothetical state(s) presentation option (Interview Form TE-1, Box 66) for other hypothetical states.

Connecticut Electronic Filing

The Connecticut Property Tax Credit will no longer calculate a tax credit if you, or your spouse if married filing jointly are under 65 years of age, or no dependent is claimed on the federal income tax return.

Massachusetts Electronic Filing

Massachusetts electronic filing now requires Schedule D, Line 23, to be presented as a negative amount. This presentation has been updated. Returns receiving reject F1-1500 should be recalculated and resubmitted.

Michigan Electronic Filing

Michigan disqualifying diagnostic 49722 no longer issues when the option to file a return as Employee Benefit is selected.

New Mexico

INMPIT-RC

- Line C now will have an "X" if a return is married filing jointly and not a dependent of others, and if all other conditions are met.
- Line D now will react to the code 1, 2 or 3 that's entered in New Mexico > Credit > Rebate and credit schedule, Line 3 (NM6, Box 32).

Partnership (1065) Product Updates

[Return to Table of Contents.](#)

Federal

The account number for financial institutions will have any non-alphanumeric characters (hyphens, dashes, spaces, etc.) stripped.

Form 7004. Zero will now print on Line 6 if no amount is calculated per the government form instructions.

Connecticut

CT-1065SI, Part I, Parent Passthrough Entity's Exempt Members statement, will now print.

New York

New York IT-204, Page 5. Line 105 will now deduct the interest expense reported on the Federal 1065, Page 4, Line 20b.

NY Form IT-606. Line 21 will now calculate the greater of Line 10 multiplied by 10,000 or Cost or basis of real property multiplied by 0.10 then multiplied by either the physical occupancy, and use the percentage or the construction, rehabilitation, or expansion percentage.

Ohio

Form IT 1140 will now process correctly when investors are listed on Federal > Common State/City > Generic State Schedule K-1 Information Generic State Partner Information input with an entry in State use - code 1 (ST-1, Box 123) to include/exclude a partner from IT 1140, Schedule B, Column A or Column B.

Form IT 1140, Page 2. Line 2b will calculate correctly for entities with a depreciation deduction which includes a 2016 add-back and have investors that have a 5% or less ownership percentage.

Form IT 4708, Page 3. Line 32 check box option for I.R.C. 168 and 179 adjustments will change to the option selected on Ohio IT 1140 Passthrough Entity Tax Return > General Depreciation worksheet > General Depreciation Adjustment Information > Current year add-back code (OH19, Box 55)

Office manager options for application of overpayment will no longer change estimate payments.

Corporation (1120) Product Updates

Return to [Table of Contents](#).

New Hampshire

Form NH1120. The FEIN now masks when the masking option has been selected.

Utah

Form TC-20 MC returns no longer include a copy of the Federal Form SCH K.

S Corporation (1120S) Product Updates

Return to [Table of Contents](#).

California

Extension filing instructions for Form 3539 now display the amount to be paid with extension, when the option to carry the extension to the tax return is selected.

New Jersey

Extension filing instructions now reference Form CBT-200-TS, when the option to produce all state first extensions is used.

Ohio

K-1 footnotes will now attach to the IT K-1.

Oklahoma Electronic Filing

Oklahoma Extension Transmittal letter will now display EFT information when requested for extension payment.

Fiduciary (1041) Product Updates

Return to [Table of Contents](#).

Federal

State Form 4952. Line 5 calculation is corrected when no investment income is entered on the passthrough.

Form 1041-V. The address for the IRS on Form 1041-V for trusts with addresses in Georgia, Illinois, Kentucky, Michigan, Tennessee, and Wisconsin will now use a Kansas City, Missouri address.

North Carolina

The North Carolina Schedule K-1 will now redact the social security number for the beneficiary when selected.

Estate and Gift (706/709) Product Updates

Return to [Table of Contents](#).

Illinois

Illinois Form 700-EXT has been added.

Massachusetts

Form M-4768 is updated for revisions posted by Massachusetts.