

2017.02060
Release Notes

February 18, 2018



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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 SSNs. To ensure payments are processed correctly and in a 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 SSNs for tax filing.

Tax Updates

Pro Forma

We have identified the following Pro Forma issues:

- **Individual Iowa Returns** - Iowa > Income/Deductions > Depreciation Accumulated Adjustment (Interview Form IA10, Boxes 95-98) does not pro forma if Depreciation and Amortization (Interview Form DP-1) is not in the return.
- **S Corporation Wisconsin Returns** - Wisconsin Credits > Research Credits (Schedule R) > Carryover of unused research expense, Carryover of unused research facilities credit, and carryover of super research and development credit (Interview Form WI23, Boxes 35, 51, and 68) were incorrectly pro formaed for S Corporation returns.

We will resolve these issues with Release 2016.05060, scheduled for February 25, 2018.

Update Pro Forma Feature

Our Update Pro Forma feature, which is available with this release, alleviates the need to re-pro forma the issues for Individual Iowa and S Corporation Wisconsin returns.

Electronic Filing Updates

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

Individual

Tennessee Form FAE-183

Partnership

Kentucky, Kentucky Extension

Corporation

Alabama Consolidated, District of Columbia Consolidated, Georgia Consolidated, Illinois Consolidated, Nebraska, Wisconsin Combined

S Corporation

District of Columbia Consolidated

Fiduciary

Ohio

Product Updates

Individual (1040) Product Updates

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Illinois

Assets placed into service after 9/27/17 and claiming 100% depreciation for federal do not show on Form IL-4562.

Oregon

Forms OR-40, OR-40-N, and OR-40-P automatically calculate the increased Earned Income Tax Credit percentage of 11% (rather than 8%) when a dependent two years old or younger is present in the return.

Pennsylvania

Schedule F uses Depreciation Totals.

Partnership (1065) Product Updates

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Federal

A new warning diagnostic has been added to alert you when the tax year beginning date is not in the current year.

The filing instructions for Forms 8697, 8866, and 8922-B will print on grid when "Use heading" in the prepared by section for custom filing instructions is checked.

When the option "Letters reflect paper filing instructions when electronic filing is disqualified" is chosen, these documents will only reflect paper filing and caution diagnostic 26982 will only issue if the state is showing as disqualified on the ELF Report.

Delaware

Transmittal letters and filing instructions will reflect the due date of 3 months and 15 days after the end of the tax year.

Illinois

Form IL-1065, Step 7

- Line 51 will not be zero when Line 47 is zero.
- Line 53 will equal Line 49 when Line 49 is less than zero.

Massachusetts

The difference in federal and Massachusetts depreciation will calculate properly when total depreciation amounts have been entered.

New Hampshire

Form DP-10, Line 4 municipal interest will no longer automatically issue Code 2. It will populate with Code 2 when the home state is New Hampshire and no entry has been made indicating another state or when the state code entered is New Hampshire on WSV- Income/Deductions > Interest > State (Interview Form B-1, Box 82) .

BET-80-WE will display all companies when entered at the top level.

Ohio

IT/SD 2210-1140 and IT/SD 2210-4708 will calculate a zero penalty if an exception is met.

IT/SD 2210-1140 will use the correct dates for the 2nd and 3rd periods to calculate the penalty.

Oregon

Schedule OR-K-1 will only require one calculation to populate when the entity type is changed from individual to grantor trust.

Pennsylvania Electronic Filing

Pennsylvania extension letters will indicate electronic filing is requested and no longer indicate where to mail the extension form.

West Virginia

The due date for Form IT-140-NRC is updated to April 16th, 2018 from April 17th, 2018 due to Emancipation Day not being observed.

Corporation (1120) Product Updates

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Federal

A new contribution type has been added to the 1120 system. Contribution Type "A" has been added to designate contributions subject to a 15% taxable income limit. Contribution type is entered on the worksheet Income/Deductions > Charitable Contributions > Contribution Detail Not Carried to Form 8283 (Interview Form A-4, Box 191).

A new warning diagnostic has been added to alert you when the tax year beginning date is not in the current year.

The extension letter will show the correct ZIP code on extension letter and filing instructions' mailing addresses for corporations located in Georgia, Illinois, Kentucky, Michigan, Tennessee, and Wisconsin.

Massachusetts

The extension Form M-8736 for the income return for Clubs and Other organizations filing Form 3M has been replaced by Form M-990T-7004.

Estimates for financial institutions filing Form 63 FI have been added. These filers should file their estimates with the new vouchers 63 FI-ES if they are not required to pay estimates on the Massachusetts website.

Minnesota

M4 returns with a fiscal year ending 6/30 or a short taxable year ending in June will show a September 15th due date in the letters, filing instructions, and return summary.

New York

Changes have been made to the default computation of Form CT-300, Line 5, prior period overpayments used to offset mandatory First Installment (MFI) due. When current year prepayments exceed the current year tax balance, the program will apply current year estimated tax payments, less the current year tax balance. The amount applied to Line 5 remains override-able.

S Corporation (1120S) Product Updates

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Federal

A new warning diagnostic has been added to alert you when the tax year beginning date is not in the current year.

Fixed Assets Import

New York City input entries do not import to the Depreciation and Amortization (Form 4562) state column worksheet (Interview Form DP-2) unless there are differences between New York City and Federal.

Georgia Electronic Filing

Form 8453-S will check the "ERO is also the paid preparer" box when applicable.

Kentucky - Kentucky Cities

Louisville Form OL-S will produce when requested without automatically selecting the option for having employees in Louisville.

New Hampshire

The Form BET gross business receipts amount no longer includes rental income in the calculation twice.

New York Electronic Filing

New York Diagnostic 44249 will not issue when multiple bank information is entered for New York return and New York 204LL.

Ohio

Form IT K-1 will print with the K-1 print package.

Form IT 1140

- Compensation entered on Shareholder Information - State Specific > Shareholder State Information > Amount 2 (STK-1, Box 171) will no longer be included in Line 1 of Form IT 1140, Schedule B.
- IT 1140, Page 4, investor 2, and IT 1140, Page 5, investor 3, will print the correct state code.
- Overrides used to fill IT 1140, Schedule B, Line 2b will now be included in the calculation of IT K-1 taxable income.

Wisconsin

Schedule 5K-1, Line 4, Column e amount displays for nonresidents.

Estate and Gift (706/709) Product Updates

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Illinois

Late payment penalty and interest detail statements have been added to Form 700.