

CCH® ProSystem fx® Tax

2023.03020

Release Notes

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Contact and Support Information

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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 Release Notes

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CCH® ProSystem fx® 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/Recall, Organizer, technology enhancements)
- Updates made to Tax products (form additions and updates, diagnostic updates, changes caused by regulatory updates)

To access a list of CCH ProSystem fx Tax Release Notes for the current year and for prior years, visit the [Release Notes](#) page on our Customer Support site.

Highlights for Release 2023.03020

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Electronic Filing Updates

Individual

Texas

Texas Extension

Corporation

Georgia Consolidated
Texas

Texas Consolidated

Texas Extension

S Corporation

Texas

Texas Extension

Partnership

Texas

Texas Extension

Fiduciary

Kentucky Cities (Louisville)
Extension

Texas

Texas Extension

Exempt Organization

Alaska

Colorado

ggg

Tax Product Updates

Individual (1040) Product Updates

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Federal

Form 8936. When using the kilowatt hours to calculate the tentative credit for the New Clean Vehicle credit, the default value is now $\$2,500 + 417 + (417 * (\text{kilowatt capacity} - 5))$ to a maximum of \$7,500.

Schedule SE. Minister worksheet 2, other expenses prints correctly when there are five or more entries.

Georgia

Current year NOL carryover correctly flows from Schedule 4, Lines 6 and 7, when applicable.

Schedule 4, Page 2, Line 5 correctly includes IRA distribution when applicable.

Kentucky

Kentucky 725 returns that were receiving a schema validation error when SSNs were present have been updated to allow successful transmission to the Department of Revenue.

Kentucky – Kentucky Cities

Form 228 Minimum License Fee Exemption uses gross rents as a benchmark instead of overall Schedule E income.

Massachusetts

Schedule B, Line 6b, Part-year / Nonresidents Only can be adjusted using Massachusetts > Income / Deductions > Interest and Dividends > Interest and dividends from non-MA sources - adjusts Schedule B, Line 6b (Interview Form MA4, Box 78).

Pennsylvania – Pennsylvania Cities

Total Tax Liability percentage calculates at 1% for PAC code 671301.

Utah

Form TC-40 includes dependents born in 2023 on both Lines 2a and 2c.

Form TC-40, Lines 2a -2d. "Other Dependents" no longer causes a doubling of dependents.

Corporation (1120) Product Updates

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Federal

Form 8881, Part 2, Line 11. Amount will no longer flow to Form 8881, Part 3, Line 1J.

Alabama

Schedule FTI, Line 3. Due to the GILTI adjustment being added to Form 20C, Schedule FTI, Line 3 now requires input to populate. The entry can be made on Alabama Corporation (20C) and Privilege Tax (PSA) > Income / Deductions > Other Adjustments and Overrides > Schedule FTI - Adjustments to Federal Taxable Income > Adjustment relating to the decoupling of Alabama from Federal GILTI provisions (Interview Form AL18, Box 62).

Minnesota

Form M4I, Line 2g. When an amount is present in a subsidiary return, it will carry to the consolidated level of the return group.

Rhode Island

The addresses in the voucher diagnostics have been updated for current year information, and the URLs in the letters were updated to a link that saves one click.

Vermont

Form CO-411, Page 2. VT gross receipts minimum tax for \$1,000,001 - \$5,000,000 changed to \$2,000 and \$5,000,001 - \$300,000,000 changed to \$6,000.

S Corporation (1120S) Product Updates

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Federal

Schedule M-1, Line 3b and Schedule M-3, Part III, Line 3(b), State and Local Income Tax Expense - Temporary Difference, include California PTE taxes when California > General > Options > Accrue Tax Expense to Schedule M-1 (Interview Form CA1, Box 30) is marked.

Alabama

Form BPT-IN will only print when there is a filing requirement. The BPT-V payment voucher will print according to the instructions.

Colorado

DR 106K, Line 12 has been updated to include the Colorado Marijuana Code deduction.

DR 1706 has been updated to not generate if the return qualifies for electronic filing.

Indiana

When a shareholder owes a county tax and is electing PTE, they will appear on both the Schedule PTET and the IT-20SCOMP as long as the total PTE tax is not greater than or equal to the composite tax plus county tax for that shareholder.

Kentucky

Form PTE, Line 6 will no longer be filled with the gain from Line 17 of the Kentucky version of Form 4797 if that gain is also included in a rental property on the Kentucky version of Form 8825.

Montana

Diagnostic 41113 will not issue when the PTE election is present.

Form SB-EST will generate when PTE is selected and the tax exceeds the threshold.

PTE, Page 3. Flow-Through Payments Schedule FEIN allows 10 characters for input to include the dash.

PTE, Schedule IV, Column C pulls from MT Schedule K-1, Part 4, Line 14, Column A.

Resident PTET checkbox will mark when Montana > General > Basic Data > Resident PTET election (Interview Form MT1, Box 81) is marked.

Schedule K-1, Part 5, Line 3a and PTE, Page 2, Line 32 will be blank when a PTE election is present.

Nebraska

Diagnostic 49660 issues when Nebraska has an amount but Everywhere does not for items coded as "Royalties" or "Dividends" in Federal > Common State/City > Allocation / Apportionment > Sales Factor (Interview Form MST-C, Box 30).

New Jersey

Estimate filing instructions reference related Form CBT or PTE when filed electronically.

Oregon

Form **OR-21** will be disqualified if the total of Schedule OR-21-MD, Line s is not equal to (within \$25) of the amount on Schedule OR-21-MD, Line 4.

Voucher Extension Forms BZT-V EXT, BIT-V EXT, and CES-V EXT will be disqualified if first or last name is not present for the signing officer's name.

Partnership (1065) Product Updates

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Arizona

AZ Form 165, Page 5, Paid Preparer's Use Only. FEIN will populate the Firm's EIN when the preparer has no firm EIN entered in Office Manager.

California

Form 565, Page 2, Line 25 and Form 568, Page 1, Line 4 will no longer fill with amounts from Form 3804, Part I, Line 3 if Form 3804 is not present in the return. Additionally, if either of these lines, in addition to Form 568, Page 1, Line 9, has a negative number, a disqualifying diagnostic will issue.

Schedule K-1 Recap will include other income (losses) in the current year increases (decreases) row the same way that Federal does, which helps the other amounts on the form foot.

Schedule K-1 (565), Line L, Column d and Schedule K-1 (568), Line K, Column d. The statement will no longer issue if the amount is overridden in any way.

Florida

Electronic file e-mail address will allow an override on Federal > Common State/City > State/City Common Data > E-mail Address or Website - override (Interview Form FL1, Box 40).

Kansas

Form K-120V no longer prints when EFT is used.

The tax deducted from the Federal return will now be added back to Kansas.

Maryland

Maryland ERO has been updated to include 511 overpayment amount when 511 return type is selected.

Minnesota

Schedule PTE, Line 15 is updated to account for non-resident partners whose filing requirement is not fulfilled.

Montana

The "Resident PTET" checkbox on the Montana Form PTE is not automatically marked when the PTET box is checked and Montana has resident owners. This election can now be made on Montana > General > Other Information > "Is the partnership a resident PTET?" (Interview Form MT2, Box 59).

Nebraska

Schedule K. Other deductions coded as both other deductions and itemized deductions display correctly in the statement on Form 1065N, Schedule K-1N, Other Deductions.

New Jersey

Estimate filing instructions now reference related Form CBT or PTE when filed electronically.

NJ 1065 page 3, Column L calculates when an estate partner is present.

New Mexico

Form PTE, Line 26 has been updated to prevent negative values.

Oregon

Schedule OR-21-K-1 will display the appropriate output for all Individual type partners.

Tennessee

Form 188. Consolidated Net Worth addresses or city names which are long do not create an extra record when the form is printed.

Utah

Schedule K and Schedule K-1 no longer duplicate for Code ZZ in other income.

Fiduciary (1041) Product Updates

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Federal

Schedule K-1. Diagnostic 20153 was added to caution against a final year state K-1 distributing capital gains without entering percentages that total 100%.

Iowa

IA 4562A, Columns F and I will show for all items, whether they were put into use this year or in prior years, if current year depreciation amounts are calculated.

Maine

Form 1041ME and Form ME 1041ES now reflect proper 2023 tax rates and thresholds.

Michigan

Form MI-2210. Negative amounts will no longer calculate on Line 9.

Form Sch K-1. Line reference descriptions display the correct corresponding line in the 1040 return.

North Carolina

NC NOL, Line 6 will no longer allow negative amounts for electronic filing.

South Carolina

Form SC-1041, Line 8 will now calculate tax using the correct rate of 6.4%.