

CCH® ProSystem fx® Tax

2023.03030

Release Notes

March 31, 2024



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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](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 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 2023.03030

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### Electronic Filing Updates

#### Electronic Filing Status Site

The Electronic Filing Status Site will be unavailable from 10 p.m. CDT on Saturday, March 30th until 2 a.m. CDT on Sunday, March 31st.

#### Partnership

**Forms 8985 and 8986.** Electronic Filing for Form 8985, Pass-Through Statement – Transmittal/Partnership Adjustment Tracking Report, and Form 8986, Partner’s Share of Adjustment(s) to Partnership-Related Item(s) are available to electronically file with the updated schema provided by the IRS.

# Tax Product Updates

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## Individual (1040) Product Updates

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### Federal

**Form 3800.** 2010 Small Business Credit will appear on Form 3800, Part II, Lines 30-34 and be applied against the tax liability or carried forward if appropriate.

IRS Notice 2024-31 for high cost housing limitations allows individuals to apply the higher limitation published in this notice to their 2023 taxable year for Form 2555 purposes.

The higher limitations for the following cities have been implemented into the calculation:

- Australia – Melbourne and Sydney
- Belgium – Brussels
- Canada – Calgary, Montreal, Ottawa, Toronto, Vancouver, and Victoria
- France – Garches, Paris, Sevres, Suresnes, Versailles
- Germany – Berlin, Boeblingen, Gelnhausen, Hanau, Ingolstadt, Kaiserslautern, Landkreis, Ludwigsburg, Mainz, Munich, Nellingen, Pirmasens, Sembach, Stuttgart, Wiesbaden, and Zweibrucken
- The Holy See
- Ireland – Dublin
- Italy – Milan, Naples, Rome, and Vicenza
- Korea – Camp Market, K-16, Kimpo Airfield, Seoul, and Suwon
- Netherlands – The Hague
- Poland – Warsaw
- Portugal – Alverca and Lisbon
- Saudi Arabia – Riyadh
- Singapore – Singapore
- Slovenia – Ljubljana
- Spain – Madrid
- Switzerland – Bern and Geneva
- United Kingdom – Cheltenham, Harrogate, Lakenheath, London, Loudwater, Menwith Hill, and Mildenhall

## Colorado

Form DR 0104CR, Line 11, **SALT Parity Act credit**, will have the combined amounts from Form DR 0106K flow to it per the instructions. Form DR 0106K, Line 15 will flow if the "SALT Parity Election" checkbox has been checked. Form DR 0106K, Line 22 will flow whether or not the "SALT Parity Election" checkbox has been checked.

## Connecticut

Estimate rates for Tables B, C, and D are using current rates of 2%.

## Iowa

### Schedule 1, Line 15

- will no longer include amounts reported on either Federal Schedule A, Line 1 or Federal Schedule 1, Part II, Line 17.
- A statement will produce for the health insurance deduction.

**Schedule 1, Line 18** now includes amounts entered on Iowa > Income / Deductions > Federal Tax Data > Federal est. tax paid in a subsequent year (Interview Form IA1A, Box 57).

**Schedule 1, Line 19.** Educator expenses reported here will no longer include the amount deducted on the Federal return.

## Oregon

Code 162 is now a valid addition code on Oregon > Income / Deductions > Additions (Interview Form OR2, Boxes 30-41) and Oregon > Income / Deductions > Nonresident and Part-year Information > Additions (Interview Form OR6, Boxes 95-104).

## Oregon – Multnomah/Portland/TriMet

Form SP-2023, **Farm Rental** is included on Schedule E.

**MET-40 and MC-40.** Estimates calculate 2024 estimated tax based on 2023 tax minus the 2023 withholding.

## Pennsylvania

**Schedule E, Line 20.** Checkbox now gets checked when an amount is present on Line 20.

## Pennsylvania – Pennsylvania Cities

PA city code 462203 local tax rate for Whippain Twp/Wissahickon SD calculates at 1.06%.

## Virginia

**Virginia Schedule A, Line 6** will include foreign tax paid as an itemized deduction for state only.

## West Virginia

Form IT-210. Underpayment penalty fields are now available in Worksheet View.

## Corporation (1120) Product Updates

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Iowa

**Form 148, Page 4, Column G** calculates at 10% for credit code 58.

## S Corporation (1120S) Product Updates

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### Arkansas

**AR-AIS.** When filing the AR1100PET, charitable contributions will no longer appear twice on the AR-AIS schedule.

### Delaware

Form SCT-EXT prints upon E-file export.

### Maryland

Form 510 PG 2, Line 21 has been updated to populate when an overpayment option is selected to apply it to next year's estimates.

### Nebraska

Form 1120N-ES - Corporation Estimated Income Tax Worksheet and Vouchers has been added on this release. Estimates will automatically generate if estimated tax liability is greater than \$400.00.

### New York

Form IT-2105 estimated tax vouchers prints state code "NY."

### Ohio – Ohio Cities

Form RITA 27, Schedule B has been updated to apportion income per city. This change originally appeared in the 2023.03020 release.

### Texas

The stand alone PIR/OIR reports no longer include the combined report forms (05-177 or 05-166) to prevent rejection 5205.



## Partnership (1065) Product Updates

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### Federal

**Form 7205, Part IV, Column D.** The Address, Zip Code, Country Code, and Province inputs for the building owner's authorized representative are accessible in Worksheet View.

**Form 8835.** If multiple forms are present for separate facilities, the total credit for each Form 8835 is calculated separately.

**Schedule K-3, Part II, Section 1** will be generated with both the amount getting carried from Schedule K-1, as well as the amount getting allocated to the partners from Schedule K-2. This applies when a different country code is present and the option to carry amounts from the Form 1065, Page 1; Schedule K; or Form 8825, Other Rental Schedule and Royalty Schedule Income and Deductions to Schedule K-2, Part II, Sections 1 and 2 is selected on Partners > Schedule K-2 - Distributive Share Items - International Parts I-V > Schedule K-2 General Information and Part I > Carry the Form 1065/1120S Page 1, Schedule K, Form 8825, Other Rental Schedule and Royalty Schedule income and deductions amounts to Schedule K-2, Part II, Sections 1 and 2 (Interview Form KF-1, Box 106).

### Arizona

AZ electronic funds transfer paragraph is included in the transmittal letter paragraph if applicable.

**Form AZ 165** overpayments will properly apply to PTE estimates if applicable.

**Form 140NR** tax calculation is corrected when the processing code is used to "Include selected N/R individuals."

### Georgia

**Form G2-A.** Overflow pages reference the Georgia withholding value instead of taxable income.

### Iowa

**IA 1065.** Transmittal letter displays tax, credits paid, and overpayment amount on the filing instructions.

#### Iowa PTE-C

- Blank estimates will no longer print in the return.
- Estimates will no longer show in the Iowa 1065 transmittal letter.

### Kansas

**Form K-120S, Line 16.** The Federal Jobs Credit wage reduction addback has been removed.

### Massachusetts

**MA 63D-ELT, Line 14** calculation is updated to include M-2210 penalty.

### New Jersey

**Form NJK-1, Part IV** supplemental information for passthrough 754 adjustment populates correctly.

## New Mexico

Form PTE, Line 23, **Guaranteed Payments**, has been updated to exclude Health Insurance Premium payments.

## Oklahoma

Diagnostic 40602 and 44921 will not issue when the type of business is oil, gas, farming, or rental on Oklahoma > General > Basic Data > Options > Indicate type of business if partnership is operating in more than one state (Interview Form OK1, Box 30).

## Pennsylvania

US bond interest on dividends will no longer appear as PA exempt interest on PA Schedule A. Rather, it will appear on Schedule B for PA exemptions.

## Fiduciary (1041) Product Updates

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### Maryland

**Form 504.** Override of local tax rate will now issue a disqualifying diagnostic and prevent export of the return. This change originally appeared in the 2023.03020 release.

**Form 504E.** Fiscal year extensions will be disqualified unless the beginning date is the first day of the month, the ending date is the last day of the month, and the tax year is 2023. This change originally appeared in the 2023.03020 release.

### Michigan

**Form MI-1041, Line 9** will only pull income from ESBT S-Corporation entities. This change originally appeared in the 2023.03020 release.

### Ohio

**OH Sch K-1 IT-1041, Part III 2a and 2d** will fill with 0's if no data is entered for electronic filing purposes. This change originally appeared in the 2023.03020 release.

### Rhode Island

**Schedule K-1.** Allocations for this form will produce when only amounts are used in the K-1 input rather than decimals. This change originally appeared in the 2023.03020 release.

## Exempt Organization (990) Product Updates

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### Maryland

Batch Extension is only electronically produced when Form 990T is selected in the return.