

CCH Access™ Tax
2021-4.2
Release Notes

August 21, 2022



CCH Access™
At the Center of the Firm in Motion

Contact and Support Information	2
Information in Tax Release Notes	3
Tax Product Updates	4
Individual (1040) Product Updates	4
Corporation (1120) Product Updates	6
S Corporation (1120S) Product Updates	7
Partnership (1065) Product Updates	9
Fiduciary (1041) Product Updates	11
Exempt Organization (990) Product Updates	12
Estate & Gift (706/709) Product Updates	13

Contact and Support Information

Return to [Table of Contents](#).

Product information can be accessed by visiting Customer Support online: [CCH Access Product Support](#).

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 for each CCH Access™ module. Access to these features is available 24/7.

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

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

Go to [Contact Us](#) to open a Support case or chat with a representative for assistance.

Information in Tax Release Notes

Return to [Table of Contents](#).

CCH Access™ Tax Release Notes inform you of the enhancements and updates that were made to Tax products and systems with the current release.

Information provided in the Release Notes include the following:

- Contact and Support information
- Updates to Tax technology (such as, electronic filing updates, Organizer, Roll Forward, and technology enhancements)
- Updates made to Tax products (such as, form additions and updates, changes in diagnostics, and changes caused by regulatory updates)

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

Tax Product Updates

Individual (1040) Product Updates

Return to [Table of Contents](#).

Federal

1116 Schedule B. The estimated carryback amount is presented on Line 2a, Column (xii) when there is a prior year excess limitation and a current year excess foreign tax amount.

Form 1040NR, Line 12b no longer shows an amount except for Indian students.

Form 3520, Part I, Line 7b, Column (ii) Address includes all information for the address.

Returns with scholarship and fellowship grants using prior year earned income to calculate Schedule EIC correctly pull the prior year earned income without regard to the scholarship and fellowship grants.

8865 Schedule K-2

8865 Schedule K-2, Part II now reports same country code when multiple Form 8865's are present and a matching country number is used.

8865 Schedule K-2, Part I, Pages 1 - 3. Multiple countries with same country code for same line will be supported when a matching country number is keyed in.

8865 Schedule K-3

8865 Schedule K-3, Page 7, Item 6a will be reported when Line 1a is present.

Arkansas

For amended Arkansas forms, the amended amount on Line 51 of Form AR1000F will now include the full amount of other credits from form AR1000TC.

Form AR3 will now include the 60% carryover contributions on Line 17.

Michigan

Form 1040D, Part 2, Line 6. statement will pick up all 1099-B coded gains and losses.

Schedule 1, Line 23 will calculate if the older of the taxpayer or deceased spouse was born during the period January 1, 1946 - December 31, 1952 and has reached the age of 67, or **Line 24** will calculate if the older of the taxpayer or deceased spouse was born during the period January 1, 1953 - January 1, 1955, and has reached the age of 67 on or before December 31, 2021.

Minnesota

Form M1NR, Lines 24B and 26B now automatically calculate with input for Passthrough depreciation/179 as well as carryovers.

NOL Carryover Report is corrected when current year NOL is limited by taxable income.

Montana

Form NOL, Page 5, Line 10 will not increase with each calculation. Form 2, Line 15 includes the NOL total instead of the amount from Line 13.

Form NOL, Page 4, Line 2 has a corrected amount for pre-NOL income for taxpayers who are filing as married filing separately on same return.

Single taxpayers with multiple Form CCs can no longer exceed the maximum of \$500 for the credit on Form 2, Page 9, Line 4.

The input description related to Form 2, Page 4, Recovery of Federal Income Tax Deducted in 2020 Worksheet section, Line 6 matches the government form description to make it clearer where it is entered.

New York - New York City

The New York City interest rate on tax deficiencies for the fourth quarter of 2022 will be 10%, up 1% from the rate in effect for the third quarter of 2022.

Ohio

Miscellaneous Federal Income Tax Adjustments coded AX and DX will now be excluded from IT NRC Section II Column A.

Oregon - Multnomah/Portland/TriMet

The spouse middle initial on Forms MET-40-NP and MC-40-NP will now load with the proper spouse initial instead of the taxpayer initial.

South Carolina

SC has reduced their income tax rates for 2022. The estimate calculation on Form SC 1040ES has been updated to use the new rates. Diagnostic 33239 will issue when the new rates apply. The calculation will no longer match the rates listed on the form. The rates used are listed below.

Taxable Income		
At Least	But Less Than	Tax
\$0	\$3,200	0% times the amount
\$3,200	\$16,040	3% of the amount over \$3,200
\$16,040	or more	\$385.20 + 6% of the amount over \$16,040

South Carolina transmittal letter and filing instructions for Form 8822I have been updated for consistency purposes. " Not Applicable" will no longer be included in the Mail To section.

Tennessee

The Tennessee interest rate on tax deficiencies for the period from July 1, 2022 through June 30, 2023 is 8%, up from the 7.25% rate in effect for the period from July 1, 2021 through June 30, 2022.

Utah

Form TC-40, Line 2b now includes dependents over the age of 16 that do not qualify for Line 2a because of age.

Corporation (1120) Product Updates

Return to [Table of Contents](#).

Hawaii

An NOL sourced from a year after 2017 will now apply an 80% of taxable income limitation.

Iowa

Form IA 1120F, Line 17 now calculates based upon Lines 13 through 16.

Form IA 1120, Line 1 now calculates correctly to not include federal Schedule C deduction since the line already includes the deduction.

Kentucky

Form 720, Page 3, Line 34. The contribution deductions amount match the total amount on statement.

Kentucky legislation (103 KAR 1:160) requires all payments to be made electronically for tax years starting after 10/1/21, subject to penalties. Electronic payment of estimated taxes must be made through Kentucky's EPAY system at <https://epayment.ky.gov/EPAY> or through their TPS system at <https://secure.kentucky.gov/dor/payment/web/login.aspx>. The estimate letters will automatically reflect electronic payment to be made on the Kentucky website, and when EFT option is turned off, a warning diagnostic (25719) will issue to warn of noncompliance.

Schedule 2220-K, Page 4, Line 9 is calculated using the total LLET due from Form 720, Part 2, Line 6 minus \$175 divided by 4. Line 9 carries into Line 10 and adjusts the amount due for the required installments as shown on Line 12 of the 2220-K Page 4.

Massachusetts

Added override for Allowable US wage credit on Schedule E to Massachusetts Corporation > Income/Deductions > Deductions.

Michigan - Michigan Cities

Form 5324, Line 26; Form 5297, Line 50; Form CF-2220, Line 28; and Form CF-1120, Line 13a. Interest rate on tax deficiencies for the second half of 2022 is updated from 4.25% to 4.27%.

S Corporation (1120S) Product Updates

Return to [Table of Contents](#).

Federal

Schedule K-2, Part II Section 1 allows foreign country code input for codes 5, 16, 17, 18, and 21 for inclusion in the totals on Line 24.

Schedule K-2, Part III, Section 3 will overflow to additional pages using Other Category code.

The Additional Trade or Business activity override inputs entered at the consolidated level will be included on the QBID (199A) Schedule.

8865 Schedule K-3

8865, Schedule K-3, Pages 1 through 9 now generate correctly for entity 2 and corresponding partners when multiple 8865's and multiple partners are present.

California

The capital loss carryover statement reference has been updated and the statement reference will now print on the correct line on Sch D.

Kentucky

Kentucky legislation (103 KAR 1:160) requires all payments to be made electronically for tax years starting after 10/1/21, subject to penalties. Electronic payment of estimated taxes must be made through Kentucky's EPAY system at <https://epayment.ky.gov/EPAY> or through their TPS system at <https://secure.kentucky.gov/dor/payment/web/login.aspx>. The estimate letters will automatically reflect electronic payment to be made on the Kentucky website, and when EFT option is turned off, a warning diagnostic (25719) will issue to warn of noncompliance.

Louisiana

Form R-6982. Total Income Passed Through for each shareholder will be the total of the As Reported on Federal Schedule K-1 column on Form R-6981.

Massachusetts

Added input on Massachusetts > Income/Deductions > Deductions > US allowable wages credit - override to override Schedule E, Line 5 and the amount that is included on Schedule S, Line 30.

Mississippi

Input has been added to Mississippi > Credits > Overrides > Requesting rebate in lieu of tax credit to provide override capability for Form MS 84-401, Credit Code 26 checkbox.

New Jersey

Form PTE-100 filing instructions now indicate the balance amount due.

Oregon

OR-OC-1 will no longer include other subtractions

Pennsylvania

Pennsylvania > S-Corporation > Schedule M Reconciliation > Section 3 - Nontaxable Income > Other nontaxable income will no longer override business income. Any entry will be added to the existing amount on the everywhere column of PA Schedule M, Section III, Line d.

When Form 40NRC is marked amended in Axxess Tax the amended letter will be prepared.

Rhode Island

Grantor trusts will now pick up their share of Form RI-PTE information on Rhode Island Form K-1, Part VI.

Partnership (1065) Product Updates

Return to [Table of Contents](#).

Federal

Input overrides (Federal > Foreign > 8805-Foreign Partner Information > Section 1446 Foreign Partner Information > Detail > Non-corporate partners ECTI) are now included on Form 8804-W, Line 1e.

Schedule K-3, Part III, Section 4, Line 1, Column C. Foreign branch category income will only be filled when applicable.

Schedules K-2 and K-3, Part V, Column g. Spot Rate will report the functional currency rate to U.S. dollars. Column H and Column I will be calculated using the Form 5471 divide-by convention method.

8865 Schedule K-2

8865 Schedule K-2, Page 5. The total amount on Line 55 will include the amount from Page 4, Line 41.

8865 Schedule K-2, Page 6, Part III, Section 2, Line 1. When the 8865 standalone automated feature is used, Column (d) will be copied from the 1065 version.

8865 Schedule K-2, Part II, Line 5. Guaranteed Payments now populates in Column (g) when Column (a) is present.

8865 Schedule K-3

8865 Schedule K-3, Part III, Section 4. Foreign taxes will no longer duplicate.

California

A supporting statement has been added to Form 565, Page 3, Line CC(2).

Form 3893 will be included in the Axxess transmittal letter.

California Electronic Filing

Form 3804. Name and EIN now populate when partner is marked as a disregarded entity.

Kentucky

Kentucky legislation (103 KAR 1:160) requires all payments to be made electronically for tax years starting after 10/1/21, subject to penalties. Electronic payment of estimated taxes must be made through Kentucky's EPAY system at <https://epayment.ky.gov/EPAY> or through their TPS system at <https://secure.kentucky.gov/dor/payment/web/login.aspx>. The estimate letters will automatically reflect electronic payment to be made on the Kentucky website, and when EFT option is turned off, a warning diagnostic (25719) will issue to warn of noncompliance.

Maryland

Maryland Schedule K-1, Part B, Line 5 will now be the Maryland apportioned amount for the partner.

New Hampshire

Combined SCH IV will now populate with the amounts from the parent and subsidy returns.

North Dakota

Form 58, Page 1 will now include information entered for paid preparer in Office Manager/Return Configuration.

Ohio

Depreciation addback and/or deduction now carry to IT 1140 and IT K-1 when no other income is present.

Ohio Cities

Jackson has been added as an available city on input and will be included within the OHC RITA return.

Fiduciary (1041) Product Updates

Return to [Table of Contents](#).

Federal

QBI Loss Tracking Worksheet. When there are non-QBI carryovers entered for 2018, 2019, and 2020, they will flow to the appropriate line of the worksheet.

Idaho

The calculation for Form 66, Page 1, Line 8 and the corresponding statement is now correct.

Exempt Organization (990) Product Updates

Return to [Table of Contents](#).

Electronic Filing

An update has been made to now allow a qualified Form 990-T or 4720 to be exported when Form 990 has been disqualified.

Estate & Gift (706/709) Product Updates

Return to [Table of Contents](#).

Federal

Form 706.

- Rev Proc 2022-32 portability election option is available on Estate Tax > Elections and Options > Options > Print Rev Proc 2022-32 message at the top of Page 1.
- The third year of late payment interest rate overrides is available on Estate Tax > Estate Payments and Penalties > Interest Rate Overrides.

Form 709. The third year of late payment interest rate overrides is available on Gift Tax > Gift Payments and Penalties > Interest Rate Overrides.

Oregon

The following final Oregon form is available as a library form (Government entry use only) for dates of death in 2022:

- Form OR-706