

CCH Access™ Tax
2014-1.0 Release Notes

December 7, 2014



CCH Access™
At the Center of the Firm in Motion

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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/Axcess. 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 Axcess 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 Axcess Tax releases: [Release Notes](#)

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

Go to [Contact Us](#) to find Support calendars, as well as options to enter Web tickets for assistance.

Technology Updates

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Partnership

Amended Return Enhancements

New functionality has been added when processing amended returns. A feature is now available to amend the federal return without amending the Schedules K-1. More flexibility has been added to the amending of Schedule K-1. Additionally, cover letters may now be used when an amended return is present. The cover letters print only for the units that are amended (federal, state, or city).

FBAR - Form 114

Two new features have been added to Form 114.

- Filer information on Form 114 can now be overridden.
- Form 114 may now be filed as self-prepared without paid preparer information.

Federal Form 8621

This form now automatically calculates additional tax and interest.

Electronic Filing Status System (EFS)

We have added numerous enhancements to EFS, including:

- For business returns, the Name column in EFS has been expanded to include both Line 1 and Line 2 of the business name in the display.
- Within the Return History report, the FEIN is now masked to display the last four digits only for added security.

FBAR Improvements

- For an accepted FBAR return, a new FBAR BSA ID column is now available on the e-filing Status tab. Use the View option in the upper right-hand corner to add this new column to your view. Select the new column.
- A new filter option is available, allowing you to either select only FBAR returns for your filter search or hide FBAR returns from your filter search.


Performance

When printing very large returns, some returns will be restricted to printing only a single copy type per batch.

Tax Options and Settings

Return Configuration Sets

The following changes were made to return configuration sets (Dashboard > Configuration > Return configuration sets):

- **Navigation.** The following enhancements were made to aid window navigation:
 - ◆ Correspondence > Letter Options was added to the navigation panel.
 - ◆ Electronic Filing Options > General was added to the navigation panel.
 - ◆ A Save & Close button allows you to close the return configuration set when you save changes.
 - ◆ Newly created return configuration sets are now the focus on the navigation panel.
- **Grid Columns.** The following columns were added to the return configuration set grid to provide additional information:
 - ◆ A *Date Modified* column in the return configuration set grid indicates when the return configuration set was last updated.
 - ◆ A *Modified By* column in the return configuration set grid indicates who last updated the return configuration set.
- **Electronic Filing Options.** The following enhancements were made to the Electronic Filing Options windows.
 - ◆ *Electronically sign 8879* was changed to *Electronically sign authorization forms* for Individual.
 - ◆ *Enable eSign if state returns do not qualify* was added for Individual.
 - ◆ *Electronically file return* was changed from a list selection to a check box for Partnership.
 - ◆ *FBAR* was added as a taxing authority option for Individual, Partnership, Corporation, S Corporation, Fiduciary, and Exempt email notifications.
-  **Note:** See the online Help for the carryover of particular fields from tax year 2013 to tax year 2014 and for specific overrides in the tax return.
- **Print Options.** The *Suppress print of cover sheets* option was added to suppress cover sheets for Government, Accountant, and Client copy types on the Print Options window.
- **1040 Options.** The following enhancements were made to the 1040/Individual window:
 - ◆ Suppress K-1 print in client copy of the return was changed to Suppress state K-1 print in the client copy of the return for clarification.
 - ◆ Exclude federally tax-exempt interest from state Net Investment Income was added.
- **1041 Options.** The following options were added to the 1041/Fiduciary window:
 - ◆ Suppress interest and dividend summary.
 - ◆ Exclude federally tax-exempt interest from state Net Investment Income.
- **Correspondence.** A *No Selection* option was added to the Letter Options *Closing and signature option* list.

- **Signature Block.** The following signer options were added or updated on the Signature Block window:
 - ◆ Line 1 was changed to Name.
 - ◆ Line 2 was changed to Address.
 - ◆ State address Line 1 was changed to Name/address.
 - ◆ State if different Line 2 was split into three fields - City, State and Zip Code.
- 📄 **Note:** Please check data in these fields for accuracy.
- ◆ *NYTPRIN exclusion code* was added with a list of New York preparer ID exclusion code options.

Firm Tax Defaults

The following changes were made to Tax firm defaults (Dashboard > Configuration > Firm > Settings and defaults > Tax):

- **Options.** *Current DCN sequence number* was removed from the Options window.
- **Pennsylvania Cities.** The following options were added or updated on the Pennsylvania Cities > Pennsylvania Tax Jurisdiction window:
 - ◆ School District Code was added.
 - ◆ The *Tax collecting agency mailing address* section was changed to include *for returns with payments*.
 - ◆ The *Tax collecting mailing address for returns with no refund or payment* section was added with Name, Street address, City, State, Zip options.
 - ◆ The *Tax collecting mailing address for returns with refunds* section was added with Name, Street address, City, State, Zip options.

The following options were added to the Pennsylvania Cities > Pennsylvania Tax Jurisdiction > Due Dates/Rates window for tax year 2014:

- ◆ Resident tax rate
- ◆ Non-resident tax
- ◆ School district tax rate

Tax Lists

Signer Locations. The following signer options were added or updated on the Dashboard > Configuration > Tax > Lists > Tax Lists > Signer Locations window:

- Line 1 was changed to Name.
 - Line 2 was changed to Address.
 - State address Line 1 was changed to Name/address.
 - State if different Line 2 was split into three fields: City, State and Zip Code.
- 📄 **Note:** Please check data in these fields for accuracy.
- Fax phone number was added.
 - Signer location address information will now flow to the form 2848 (Power of Attorney).

Staff Manager Tax Options

Staff Profile Signer Options. *NYTPRIN exclusion code* was added on the Dashboard > Configuration > Staff > Staff profile > Tax > Signer > window with a list of New York preparer ID exclusion code options.

Tax Notebook and Tax Notebook Toolkit

Tax Notebook Toolkit is now available for processing and for creating Tax Notebooks.

CCH eSign

- **Engagement letters.** As a reminder, CCH eSign can be used year-round for non-8879 forms. For example, CCH eSign can be used to send engagement letters, Section 7216 consent forms, and other documents for electronic signature. For more information, please refer to the CCH eSign User Guide on our [Support Web site](#).
- **Authorization forms.** We have not received the final version of Form 8879 for tax year 2014. Form 8879 electronic signature for 2014 will be turned off until the final form is released and electronic filing is available.

Quick Reference Card

The CCH Access Tax Quick Reference Card (QRC) includes ribbon options, keyboard shortcuts, user options, and a glossary of terms. The QRC is available using the following link:

[CCH Access Tax Quick Reference Card](#)

Tax Product Updates

IRS Release of 2014 Government Forms

With tax season approaching and Congress still in session considering legislation that impacts 2014 tax returns, the IRS has begun releasing forms with flexibility to accommodate retroactive changes to 2014 tax law. The current IRS approach is to leave the forms in 2013 format, replacing the line descriptions with lapsed tax provisions of "Reserved." To date, these forms contain reserved fields:

Form 1040	Form 4136	Form 8864
Form 1040A	Form 6478	Form 8900
Form 1040NR	Form 6765	Form 8907
Form 1040 Statement	Form 8835	Form 8908
Form 1040 TEC Worksheet	Form 8844	Form 8909
Schedule A (Form 1040)	Form 8845	Form 982

CCH Access Response to IRS Approach

Given the current IRS approach, CCH Access is prepared as follows:

- Preliminary and final form versions with "Reserved" fields will be released.
- All 2013 tax calculations remain in place regarding expired provisions, in anticipation that some or all will be extended retroactively by Congress. Reserved fields will be completed, if applicable.
- Current 2014 tax rates, limitations, and thresholds are being used within these calculations.
- Any return containing a form with an amount on a Reserved line will include a diagnostic indicating that the return was prepared with an expired provision in use.

This method allows us to be as prepared as possible for any late legislative changes. We continue to daily monitor both Congressional activity and the IRS approach to open items so that tax season opens as smoothly as possible under the circumstances.

Electronic Filing

Electronic filing for the following returns is scheduled to be available in January 2015:

- Individual
- Corporation
- Employee Benefit Plan
- Fiduciary
- Partnership
- S Corporation
- Exempt Organization

New e-file States and Cities

When electronic filing opens in January 2015, the following city and states will be available for the first time:

- **Individual**
 - ◆ North Carolina Extension
 - ◆ New Hampshire
 - ◆ Philadelphia
- **Partnership**
 - ◆ Philadelphia
 - ◆ Oklahoma
 - ◆ New Hampshire
 - ◆ New Mexico
- **Corporation**
 - ◆ Alaska
 - ◆ Kentucky
 - ◆ Philadelphia
 - ◆ New Mexico
- **S Corporation**
 - ◆ Alaska
 - ◆ Philadelphia
 - ◆ Indiana
 - ◆ New Mexico
- **Fiduciary**
 - ◆ Alabama
 - ◆ Georgia
 - ◆ Illinois
 - ◆ Missouri
 - ◆ Montana
 - ◆ New Hampshire
 - ◆ Pennsylvania

Individual

- Added Form 8962, Premium Tax Credit and Form 8965, Health Coverage Exemptions, related to changes for the Affordable Care Act.
- New Form 8960, Net Investment Income, features:
 - ◆ Lines 12-18 added to State Form 8960 for NII ratio of 2013 state payments
 - ◆ Statement added for Line 10, additional modifications
 - ◆ New option to exclude muni interest from state NII
- Extensions - once you have e-filed an extension, the extended due date will automatically be filled in the return upon acceptance of the extension.

Forms Release Status

The Forms Release Status, located on our Support Web site, provides a current status of all tax forms on the current release. Refer to the key below to determine the status of a form:

- If we have not received a **Final** form from the taxing authority, the form status will display as **Final Not Received** and the projected release date will be blank.
- If a **Final** form has been received and is not included on the current release, a projected release will be listed.
- If a **Final** form is on the current release, but the form has not been thoroughly tested or is awaiting approval from the taxing authority, the form status will display as **Work in Process**.
- Forms that are final and available for filing will have a status of **Released**.

You can access the Forms Release Status on the following location:

<https://support.cch.com/notes/FormsStatus.aspx>

Tax Product Enhancements

Click one of the links below to read about the tax application enhancements included with release 2014-1.0.

[Individual \(1040\) Product Enhancements](#)

[Partnership \(1065\) Product Enhancements](#)

[Corporation \(1120\) Product Enhancements](#)

[S Corporation \(1120S\) Product Enhancements](#)

[Fiduciary \(1041\) Product Enhancements](#)

[Exempt \(990\) Product Enhancements](#)

Individual (1040) Product Enhancements

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Federal

Schedule B - Tax Exempt Interest & Dividend Consistency

The tax exempt interest options on Interest > Tax Exempt Interest and Dividends > Tax Exempt Interest now match.

- 1 - 1099 for tax exempt interest
- 2 - Tax exempt interest from private activity bond issued after 8/7/86 and before 1/1/09
- 3 - Both 1 and 2 applicable

Form 114 - Allow Filing Without Preparer Information

Form 114 may be electronically filed without preparer information by making an entry on Foreign Assets > General > Preparer information not applicable.

Form 8880 - Roth IRAs & Maximization Code

Form 8880, Line 1, now includes the amount shown on IRA > Roth IRA contribution > Line 8 when the following are true:

- A Roth IRA contribution has not been entered on IRAs, Pensions and Annuities > IRA Information.
- A maximization code of "3" (maximize Roth IRA contribution) or "5" (maximize Roth IRA contribution to the AGI limit and direct the remainder to a traditional IRA) has been entered on IRAs, Pensions and Annuities > IRA Information.

Diagnostic 32098 issues in this situation to alert the preparer of this treatment.

Form 8960, Line 7 Worksheet

Form 8960, Line 7, "Deduction Recoveries Worksheet," prepares and prints when the following are true:

- There is a taxable state refund on Form 1040, Line 10.
- State payments were included on the 2013 Form 8960, Line 9b, for that state.

Fields on Net Investment Income Tax > General, Prior Year and State Information are used in the calculation of this worksheet.

Form 8960, Line 10 Statement

A statement is available for Form 8960, Line 10.

Form 8960 - Option to Exclude Federal Tax Exempt Interest from State Net Investment Income

State taxable municipal bond interest is excluded from the calculation of the state Form 8960 when an entry is made on Return Options > Processing Options. A corresponding 1040 option is available in the return configuration set.

Form 8960 - New Lines on State Form

Lines 12 through 18 are added to the state Form 8960 to account for 2013 state payments made in 2014. The 2013 net investment income ratio is used for these payments unless you select the option in Return Options > Form Printing Options to use current year ratio to apportion prior year state tax payments to net investment income. Fields on the Net Investment Income Tax > General, Prior Year and State Information are used in the calculation of these lines.

State Compensation Allocation Worksheets - Workday Information

Workday information prints at the bottom of the State Compensation Allocation worksheets. This information pertains to the specific state when alternate state sourcing of wages is used in the return.

Foreign > 8858 Detail

A new column for "Foreign Province/State/County" is added.

Foreign

A column for "Foreign Province/State/County" and input field "Province" are added for each different address on Worksheet Foreign > 8865 > Name Address and EIN of Parent; Foreign > 8865 > Foreign Partnership Information; Foreign > 8865/Schedule A - Constructive Ownership of a Partnership Interest; Foreign > 8865 > Partner Number Name Address; Foreign > 8865 > Form 3468 - General; Foreign > 8865 > Form 8825 - Rent and Royalty; and Foreign > 8865 > Schedule F - General.

Cover Letter - Amended Returns

A cover letter is available for amended returns.

Cover Sheet - Ability to Suppress

The cover sheet may be suppressed, including all separator sheets, such as Fileable/Nonfileable, State, and Government/Client copy sheets. This is selected from Print Options in the return configuration set and can also be selected within Tax on General > Return Options > Return Options - Overrides OM > Suppress Cover Sheets.

Return Summary - Export Date and Time

The return summary shows the date and time that the applicable federal and state return(s) were exported.

Tax Equalization

Additional Cash Flow Summaries

As many as four different cash flow summaries may be included with a return. Use the options on Tax Equalization > Reconciliation and Cash Flow and on Tax Equalization Engagement > Engagement - Reconciliation and Cash Flow.

Cash Flow Option - Balance Due Paid by Company

The balance due prints in the company column on Cash Flow #7 when an entry is made on Tax Equalization > Reconciliation and Cash Flow or on Tax Equalization Engagement > Engagement - Reconciliation and Cash Flow.

Hypothetical Form 8863

Hypothetical Form 8863 is added and shows side-by-side results from the actual return and the hypothetical return.

Hypothetical State Code

State code (if different) fields are added to foreign wages, interest, and dividend input locations. These allow preparers to code an income item to a different state for hypothetical purposes rather than to the actual return.

- Expatriate Wages > Wages
- Expatriate Wages > Allowances and Reimbursements
- Expatriate Wages > Other Allowances and Reimbursements
- Expatriate Wages > Income Partially Earned in Prior Years
- Interest > Foreign
- Dividends > Foreign
- Consolidated 1099 > Form 1099-DIV Dividend Income
- Consolidated 1099 > Form 1099-INT Interest Income

Print Option - Include Tax Equalization Form in Government Copy

The tax equalization forms print in the government copy of the return when an entry is made on Tax Equalization > General or on Tax Equalization Engagement > Engagement - General.

Tax Equalization - Supporting Details

The grid on Tax Equalization > Supporting Details is expanded to 25 rows.

Worksheet View Cross References

Cross references are available for all tax equalization forms. The state cross references tie to the state government form and tax equalization input.

Input and Diagnostics

Taxpayer, Spouse, and Dependent Age

When the date of birth has been entered on the Basic Data worksheet for the taxpayer, spouse, and dependent, a field displays that person's age.

Travel Abroad

The Travel Abroad worksheet is added to provide a single location for entry of travel information. Input fields are available for the following:

- Name of country
- Date arrived
- Date left

For Form 2555 use, additional input fields are available:

- TS
- Full days present in country - override
- Number of days in the US on business
- Amount earned in US on business - override

See "This Worksheet's Instructions" for additional details.

Form 114 and Form 8938

The Foreign Assets worksheet is redesigned to facilitate data entry. Grids are available throughout this worksheet for import and export purposes.

Mortgage Interest Statement Input in Worksheet View

In the 2013 system, the Mortgage Interest Statement worksheet appeared after the Itemized Deductions worksheet. In the 2014 system, the Mortgage Interest worksheet is contained within the Itemized Deductions worksheet.

Form 1099-B Code

In the 2013 system, a code of "D" was used to indicate that 1099-B basis was reported to the IRS and is reported on Schedule D. In the 2014 system, a code of "1" is used. The 1099-B code appears in the following locations:

- Return Options > Processing Options
- Gains and Losses > Stocks, Securities, and Other Non-Passive Transactions
- Gains and Losses > Other Capital Transactions
- Gains and Losses > Rollover of Gain from Publicly Traded Securities into SSBIC Stock

Michigan City and Ohio City Input

- Wages and Salaries > Ohio Cities is added for Ohio City tax returns.
- Wages and Salaries > Michigan Cities is added for Michigan City tax returns.

Diagnostic Updates

The following diagnostic is new:

Diagnostic 34573. Issued for situations where Form 8919 was generated from non-employee compensation entries on Form 1099-MISC that have not been associated with Schedule C, Schedule E, or Schedule F.

The passthrough name is added to the following diagnostics:

- **Diagnostic 20316.** Issued for certain situations involving distributions of cash and marketable securities entered on the Partnership Passthrough worksheet.
- **Diagnostic 20458.** Issued for certain situations involving property distributions entered on the S Corporation Passthrough worksheet.
- **Diagnostic 22519.** Issued for certain situations involving property distributions entered on the S Corporation Passthrough worksheet.
- **Diagnostic 22525.** Issued for certain situations involving property distributions entered on the S Corporation Passthrough worksheet.

Severity has increased on the following diagnostics:

- **Diagnostic 24500**. Issued for certain situations involving business miles and Schedule C.
- **Diagnostic 24499**. Issued for certain situations involving business miles and Schedule E.
- **Diagnostic 24489**. Issued for certain situations involving business miles and Schedule F.
- **Diagnostic 24476**. Issued for certain situations involving married filing separately tax returns and Form 2441.

New Forms and Law Changes

Form 7004

Form 7004, Application for Automatic Extension of Time to File Certain Income Tax, Information, and Other Returns, is available in the 2014 system for use with Form 3520-A. To produce this extension, make an entry on Form 3520-A > Annual Information Return of Foreign Trust with a U.S. Owner > Foreign Trust Income Statement.

Form 8962

Form 8962, Premium Tax Credit, is available in the 2014 system. This new form is associated with the Affordable Care Act.

Form 8965

Form 8965, Health Coverage Exemptions, is available in the 2014 system. This new form is associated with the Affordable Care Act.

States

Alabama

Added Schedule AATC, Accountability Tax Credit.

Arizona

- Added Form 351, Renewable Energy Investment and Production for Self-Consumption by Manufacturers.
- All three main forms are rearranged to look more like the federal return (dependents first, then income items and adjustments).
- There is a new form to list dependents when there is not enough room to list them all on the main form.

Arkansas

- Added Form AR-OI, Other Income/Depreciation Differences.
- Connected Arkansas to Nonresident/Part-Year resident state overrides input.

California

- Added Form 3554, New Employment Credit.
- Added Form 3811, Donated Fresh Fruits and Vegetables Credit.

- Added Form 3840, Like-Kind Exchanges.
- Added e-file capability to Single Member LLC (Form 568).

Colorado

- Added Form DR 0346, Hunger-Relief Food Contribution Certification.
- Added Form DR 0347, Child Care Expenses Tax Credit.
- Added Form DR 0348, Remediation of Contaminated Land Credit Transfer Schedule.
- Added Form DR 0349, Remediation of Contaminated Land Credit Use Schedule.

Kentucky

- Added Form 41A720SL, Form 725 LLC extension.
- New Food Donation Tax Credit added to Forms 740, 740NP, and LLC credit Form Schedule TCS.

Massachusetts

Letters now include a WebPay paragraph when the extension payment is greater than \$5,000 and the preparer is not e-filing.

Michigan

- Added Form 5049, Married, Filing Separately and Divorced or Separated Claimants. This form is required for any taxpayer claiming a property tax credit and filing a return with a married filing separately status. This form is an audit for Michigan to verify that household resources are included for both spouses when calculating the property tax credit.
- Form MI-1040H is revised significantly and includes a “combined apportionment” feature. This allows multiple entities to combine the apportionment of business income (loss) from entities unitary with one another.

Nebraska

New expands on Schedule I.

New Hampshire

- Forms added for LLC returns:
 - ◆ Form DP-132, Net Operating Loss (NOL) Deduction.
 - ◆ Form DP-131-A, Worksheet for Apportionment of Net Operating Loss (NOL).
 - ◆ Form DP-131-B, Worksheet for Carryback and Apportionment of Net Operating Loss (NOL) For Taxable Periods Ending Before July 1, 2005 Only.
- Forms NH-1040 and BET now have the ability to group entities onto one return.
- Form DP-10, Interest and Dividends Tax Return is available for electronic filing.

New Jersey

Added Forms BUS-2 and BUS-2NR, NOL C/O worksheets.

New Mexico

- Added Form NM RPD-41227, Renewable Energy Production Tax Credit Claim Form.
- Added Form NM RPD-41228, Film Production Tax Credit Claim Form.
- Added Form NM RPD-41317, Solar Market Development Credit Form.
- Added Form NM RPD-41326, Rural Health Care Practitioners Tax Credit.
- Added Form NM RPD-41329, Sustainable Building Tax Credit.
- Added Form NM RPD-41358, Cancer Clinical Trial Tax Credit Claim Form.

New York

- Added Form IT-223, Innovation Hot Spot Deduction.
- Added Form NYC-210, Claim for NYC School Tax Credit (standalone filing).
- Added e-file for Form NYC-1127.

North Carolina

- Added e-file estimates with return only.
- Added e-file extensions.
- Tax rate moving from tables to flat rate.
- Many credits have been repealed.

Oregon - Multnomah

Added New Form ARTS, Arts Income Tax Refund.

Pennsylvania

- Pennsylvania Children's Trust Fund and American Red Cross donations are added to Form PA-40.
- Form PA-40 estimated Use Tax amounts and rates for taxable income over \$200,000.
- On Form PA-1000, the Y/N box for the question '*Have you received Property Tax/Rent Rebate in the past*' is replaced with a Y/N box for the question '*Filing on behalf of decedent.*'
- Form PA-1000, Line 11g is now used to report miscellaneous income and annualized income amount.
- On Form PA-1000, deceased claimants may now have a claim filed on their behalf if they do not live the entire claim year.
- On Form PA-1000, a personal representative may now file a claim on behalf of a deceased claimant.
- Form REV-276 (extension) is added to electronic filing.
- Schedule A/B is divided into separate Schedules A and B.
- Schedule A interest income now starts with Federal interest income and is adjusted via a series of additions and subtractions.
- Schedule A is now required to be included if any amount is present on Lines 2-15. A \$2,500 filing limit no longer applies.
- Schedule B dividend income now starts with Federal dividend income and is adjusted via a series of additions and subtractions.

- Schedule B is now required to be included if any amount is present on Lines 2-9. A \$2,500 filing limit no longer applies.
- Schedule C has new lines for reporting the current expensing of IDCs, amortization of IDCs, and direct expensing of start-up costs.
- "Various" is now an acceptable response in the date sold field on Schedule D.
- Schedule D summary statements are now allowed. Individual sales are no longer required to be reported on this schedule.
- Schedule J/T is divided into separate Schedules J and T.
- Schedule G-L foreign countries is removed from the instructions. A credit for taxes paid is now only available to states, Washington, D.C., and U.S. territories.
- Schedules G-S and G-R have been discontinued.
- PA-1000 Schedule A/B is separated. PA-1000 Schedule A is now a standalone schedule, while PA-1000 Schedule B is now part of PA-1000 Schedule B/D/E. Both use a number of days method to calculate pro rata rebate instead of number of months.
- PA-1000 Schedule F is now part of PA-1000 Schedule F/G.
- PA-1000 Schedule G is a new schedule used to calculate annualized income that is included on PA-1000, Line 11g.

Pennsylvania - Pennsylvania Cities

- Return configuration set includes Estimate, Balance Due, Refund and No Refund, and No Balance Due mailing addresses.
- Return configuration set includes Nonresident and School District specific tax rates.
- PAC Codes have expanded from four characters or digits to six per the Act 32 PSD code from www.newpa.com.
- Pennsylvania - Pennsylvania Cities now use the PSD codes rather than internally developed city codes.

Pennsylvania - Philadelphia

- Forms NPT, BIRT, BIRT-EZ, and supporting forms are made to repeat.
- Spouse specific Forms NPT, BIRT, and BIRT-EZ are removed and made part of repeating forms.
- Electronic filing for Philadelphia Forms NPT, BIRT, and BIRT-EZ is now available.
- Extension e-filing is not in scope for the City of Philadelphia.

South Carolina

Improvements are made to the out-of-state income/loss calculations.

Virginia

A new Virginia Schedule VAC/CG and VACSCG, Contributions Schedule, is added.

Wisconsin

- Added new Schedule CF, Carryforward of Unused Credits.
- Added new Schedule R, Wisconsin Research Credits.

Credit for Taxes Paid (All States)

Added local taxes to be included for applicable states.

Organizer

Several changes have been made to Organizer:

- Separate fields are available for taxpayer and spouse identity protection personal identification numbers (PINs).
- The question pages are reorganized to improve workflow and to reduce the number of questions under the Miscellaneous heading.
- New sections for Form 1099 information are added to the Schedule C, E, and F Organizer pages.
- To better clarify which states have Section 529 plans, this information appears on the applicable state Organizer pages.

Partnership (1065) Product Enhancements

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Federal

Cover Sheet Suppression

An option to suppress the cover sheet is added to Worksheet Federal > Return Options > Processing Options > Suppress Cover Sheets.

Form 8621

Form 8621 - Excess is added to calculate the Form 8621 Increase in Tax and Interest Calculations.

Form 8813

Form 8813 is enhanced to allow multiple Partnership Withholding Tax Payments under Section 1446.

Amended Return Enhancements

New functionality is added when processing amended returns. A feature to amend the federal return without amending the Schedules K-1 is added to Worksheet Federal > Basic Data > General > Amended Return. Cover sheets may now be used when an amended return is present. The cover sheets print only for the units that are amended (federal, state, or city).

FBAR - Form 114

Two new features are added to Form 114. Filer information may be overridden using Worksheet > Federal > Foreign > 114/8938 > Filer Information. Additionally, Form 114 may now be filed as self-prepared, without paid preparer information from an entry on Worksheet > Federal > Foreign > 114/8938 > General Information > Preparer Information not applicable for Form 114.

State

California

The following forms are added to the California product:

- Form CA 3554, New Employment Credit
- Form CA 3811, Donated Fresh Fruits or Vegetables Credit
- Form CA 3840, California Like Kind Exchanges

Michigan Cities

Common Form CF-1065 is added for the following cities:

- Battle Creek
- Flint
- Grand Rapids
- Highland Park
- Lansing

- Muskegon
- Muskegon Heights
- Pontiac
- Port Huron
- Saginaw

Ohio Cities

A generic Schedule K-1 is added for Ohio Cities.

A generic extension voucher is added for Ohio Cities.

Philadelphia

Electronic filing is confirmed for 2014 delivery.

South Carolina

South Carolina Form 1040ES, Composite Return Declaration of Estimated Tax, is added.

Corporation (1120) Product Enhancements

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Federal

Schedule B (Form 1120)

See "Schedule M-3 (Form 1120)" below.

Schedule M-3 (Form 1120)

For tax years ending December 31, 2014, and later, corporations that (a) are required to file a Schedule M-3 and have less than \$50 million total assets at the end of the tax year, or (b) are not required to file Schedule M-3 and voluntarily file Schedule M-3, must either (i) complete Schedule M-3 entirely or (ii) complete Schedule M-3 through Part I, and complete Schedule M-1 instead of completing Parts II and III of Schedule M-3. These corporations are not required to file Schedule B (Form 1120) nor Form 9916-A.

Schedule UTP (Form 1120)

For tax years beginning in 2014 and later, the asset threshold for reporting uncertain tax positions on Schedule UTP has decreased from assets that equal or exceed \$50 million to assets that equal or exceed \$10 million.

Schedule I (Form 1120-F)

If the corporation values its U.S. assets under the adjusted basis method, we automatically carry the amount calculated from Schedule P (Form 1120-F), Line 20 ("Total" column) to Schedule I (Form 1120-F), Line 5, Column (b). Your entry in the "Total value of U.S. assets - partnership interests - override" field on Worksheet Other Returns > 1120-F > Schedule I-Interest Expense Allocation Under Regs. Sec. 1.882-5 overrides the calculated amount on Line 5, Column (b). If the fair market value method election has been made, see Regulations section 1.882-5(b)(2)(ii)(B) to determine the amount on Line 5, Column (b) and enter it in the above mentioned field on Worksheet Other Returns > 1120-F > Schedule I-Interest Expense Allocation Under Regs. Sec. 1.882-5.

Schedule M-3 (Form 1120-F)

See "Schedule M-3 (Form 1120)" above.

Schedule M-3 (Form 1120-L) and Schedule M-3 (Form 1120-PC)

The IRS continues to consider changes to Schedule M-3 and to the requirements for the book-to-tax reconciliation for corporations with \$10 million to \$50 million in total assets filing Form 1120-L or 1120-PC.

Form 1120-C - U.S. Income Tax Return for Cooperative Associations

You can enter a flat percentage to allocate Patronage vs. Non Patronage. All income and expense items are automatically allocated.

Form 1120-RIC

Line 12b on Schedule K, Page 3, is changed from "Post-October currency loss" to "Late-year ordinary loss."

Schedule D AMT

We now produce the Government Schedule D AMT version and Form 8949 AMT version will be included.

Credits Forms that Expired after 2013

The following credits have been expired after 2013.

- Form 4136
- Form 6478
- Form 8864
- Form 8900
- Form 8907
- Form 8908

At this time, Congress has not yet enacted legislation to extend these expired credits. They may be extended later.

Form 8586

Two new expand screens and statements for low-income housing credit are added:

- Expand form "Low-Income Housing Credit Summary" is added to Line 3 (Pre 2008) and Line 10 (Post 2007).
- Expand form "Credit from Pass-through Entity" is added to Line 4 (Pre 2008) and Line 11 (Post 2007).

Form 8609-A

We will compute the 15-year compliance period based on an entry on the following:

- Worksheet Credits > 8586 and 8609 - Low Income Housing Credit/Date building placed in service.
- Elect to begin credit period the year after date placed in service.
- Date ready for occupancy for rehab properties, if different.

Form 8916-A

See "Schedule M-3 (Form 1120)" above.

Form 8941

Question A is added to the top of this form. We will produce this form only when Question A is answered "Yes," or the Marketplace Identifier has been filled.

Property Apportionment Detail Worksheet

On this worksheet, we will now identify what factor components apply to a particular state. An asterisk will now print next to factors that do not apply to a state.

General > Basic Data > General

Input field "X if the corporation qualifies under Regulations section 1.6081-5" is added.

General > Processing Options

- Use date return to be filed override for Federal return on return summary.
- Use State tax deduction schedule to print. We generate this schedule automatically, but this field must be entered in order to be printed.

General > Basic Data > State Information

New fields are added to enter total 50% and 100% bonus depreciation taken in 2013, and Section 179 deduction taken in 2013. These fields are for state use only.

Other > 8848

Input field "Province or state" is changed to "State" only and the field for "Foreign province" is separately added.

General > Letters and Filing Instructions > Miscellaneous Options and Overrides

Input field "Foreign province/state/county - override" is added in the "Addressee" section.

General > Two-Year Comparison > Credits

Input field "Credit from Form 8834, line 30 (including credits from Form 5735) - 1120/PC/L/C" is changed to "Credit from Form 8834, line 7 (including credits from Form 5735) - 1120/PC/L/C."

General > Two-Year Comparison > Schedule M-3 - Part II, Income (Loss) Items (1120/F/PC/L)

Input field "Dividend equivalents received - 1120-F" is changed to "Substitute dividend payments received - 1120-F."

General > Two-Year Comparison > Schedule M-3 - Part III, Expense Deduction Items (1120/F/PC/L)

- Input field "Section 198 environmental remediation costs - 1120" is removed.
- Input field "U.S. source substitute interest payments - 1120-F" is changed to "Substitute interest payments - 1120-F."
- Input field "Dividend equivalents - 1120-F" is changed to "Substitute dividend payments - 1120-F."

Foreign > 114/8938 - Foreign Financial Accounts Information

- Input fields to enter the information for the preparer and the filer are removed.
- Input field "X to print date in signature section" is removed.
- Input field "Preparer information not applicable for Form 114" is added.

Other > Deferral of COD Income > Applicable Debt Instrument Information

- You may enter the accelerated amount of COD income and OID expense in the column for "Current Year Accelerated Amount" to be included in the current year's income or deductions.
- We will compute one fifth of the total recapture amount over the five recapture periods starting from the 2014 tax year. Enter your amounts in the column for "Current Year Recapture Amount - Override" to override our default.

- A section for "Recapture Information" is added. You may use these entries as record keeping for recaptured amounts starting from the 2014 tax year. Leave these fields blank for the 2014 tax year.

Other Returns > 1120-C Cooperative Associations > Section 1382, Allocations, and Overrides

Input fields "Gross income - overall percentage," "Cost of goods sold - overall percentage," and "Deductions - overall percentage" are added to the section of "Patronage Percentage Allocations." In the same section, the existing fields for capital gain net income, net gain/loss from Form 4797, cost of goods sold, and deductions are all labeled "if different."

Income/Deductions > Gains and Losses

Code "D" (1099-B basis reported to IRS and reported on Schedule D) is changed to code "1" in 1099B Code.

Income/Deductions > Installment Sales > Installment Sales to Related Parties

Input field "Province" is added to the "Installment Sale to Related Parties" section.

Income/Deductions > Asset Acquisition Statement

Input field "Province" is added to the "General Information" section.

Other > 8883 - Asset Allocation Statement > General

Input field "Other party Social Security Number" is removed from the "General" section.

Income/Deductions > Business > Other Depreciation and Amortization

Column for "Capacity/Form 8911 Location Number" is changed to "Capacity / tentative credit / location number."

Income/Deductions > Business > Qualified Production Activity Income

Column "Apportioned Expenses Override" is added for both trade or business and other activities in the "Qualified Production Activity Income" section. It provides an easy way to adjust apportioned expense for an activity on the QPAI workpaper.

General > Electronic Filing > Electronic Filing Notification

Input field "FBAR notification" is added.

General > Electronic Filing > General

Input field "Electronically file estimated tax payments" is changed to a code field.

Other > Extensions > State City Extension > Detail > Combined Consolidated Return - Members of Affiliated Group

Input field "Override membership information" is added to the "Combined/Consolidated Return - Members of Affiliated Group" section.

Foreign > 8858 Detail

A new column for "Foreign Province/State/County" is added.

General > Federal Elections

The following worksheets are added. Use this form to process the elections under Section 1.263.

- General > Federal Elections > De Minimis Safe Harbor Election
- General > Federal Elections > Capitalize Repair and Maintenance Costs

Foreign > 5472 > Direct 25% Foreign Shareholder & Foreign > 5472 > Ultimate Indirect 25% Foreign Shareholder

A column for "Foreign Province/State/County" is added to the "Direct 25% Foreign Shareholder" section, as well as the "Ultimate Indirect 25% Foreign Shareholder" section.

Foreign > 5472 > Consolidated Return Information

A column for "Foreign Province/State/County" is added to the "Consolidated Return Information" section.

Foreign > 5472 > Related Party Transactions Detail

A column for "Foreign Province/State/County" is added for the related party.

Foreign > 5471 Detail

A column for "Foreign Province/State/County" or input field "Province" is added for each different address on the following Worksheets:

- Foreign > 5471 Detail > U.S. Filer information
- Foreign > 5471 Detail > Foreign Corporation
- Foreign > 5471 Detail > Sch B - U.S. Shareholders of Foreign Corporation
- Foreign > 5471 Detail > Sch O - Organization or Recorganization of a Foreign Corporation

Income/Deductions > Partnership Passthrough

Section of "18 Tax-exempt income and nondeductible expenses" is opened to C Corporation. Your entries will be included in the basis limitation calculation and on Form 6198, Line 3.

Sch L/M > Schedule M-3 > General and Net Income (Loss) Reconciliation

- For tax years ending December 31, 2014, and later, if you elect to complete Schedule M-3, Parts II and III, you must complete all columns, without exception. If "Y" is selected in Line 3 to leave Columns (a) and (d) of Schedule M-3, Parts II and III blank, a warning diagnostic will be issued.
- We will automatically post Schedule M-3 differences to Schedule M-1 whenever Schedule M-3 is present in the return. This automatic transfer will NOT occur if any open line entries are present on Worksheet Sch L/M > Schedule M-1. Use the "Carry book/tax differences to Schedule M-1 code" field to alter this treatment.
- Input field "X to compute net income (loss)" is added. If you have made an entry in the "Income statement source code" field and left the "Worldwide consolidated net income (loss) from income statement source" and "Net income (loss) per income statement - override" fields blank, use this field to carry Schedule M-3, Part II, Line 30, Column (a) to Schedule M-3, Part I, Line 11. Line 4a will be automatically calculated.

- Input field "Code to suppress Schedule M-3, Parts II and III" is added. Use this field to request Schedule M-1 when assets are less than \$50 million but equal to or exceeding \$10 million.
- Input field "X to suppress Form 8916-A" is added. Form 8916-A is produced when Schedule M-3 is voluntarily filed. Use this field to suppress it.

Sch L/M > Schedule M-3 > General > Schedule B

Input field "X to print the schedule (Schedule B) regardless of applicability" is added. Schedule B will be automatically suppressed if the corporation has less than \$50 million in total assets at the end of the tax year. If the corporation chooses to complete Schedule M-3 entirely, mark this field to print this schedule.

Credits > 8912 > Credit to Holders of Tax Credit Bonds

You must enter a 4-digit year in the "Date Mature" field of the "Form 8912" section.

Credits > 4136

Input fields for "Fuel Mixtures" are removed.

Credits > 8586 and 8609 - Low Income Housing Credit

- Input field "X to Pro Forma low income portion" is added. Use this field to roll forward the "Low income portion - override" field.
- Input fields "Date ready for occupancy for rehab properties, if different" and "Code to print LIH credit summary statement" are added to the "Schedule A (Form 8609)" section.
- New Fields are added to the "Form 8609 - Allocation Certificate (Internal Use Only)" section for Form 8609, Lines B, D, 1a, and 3 to 5.

Credits > 2439 > Notice to Shareholder of Undistributed Long-Term Capital Gains

Input field "Province" is added.

Credits > 8941 - Credit for Small Employer Health Insurance Premiums

Input fields "X if you pay premium during tax year for employee health insurance coverage through Small Business Health Options Program Marketplace" and "Marketplace identification" are added.

Foreign > 1118 - Schedules H and J Information > Schedule J - General Information

Input field "X if following the principles of Notice 89-3" is removed.

Shareholders

Columns for "Foreign Province" and "Foreign Country" are added to the "Shareholder Address" section.

Common State > State/City Common Data

Input field "NYTPRIN exclusion code" is added.

Payments/ Penalties > Estimates and Application of Overpayment > State Estimates and Application of Overpayment Detail

Input field "X to suppress printing of vouchers in all copies" is added.

Payments/Penalties > Estimates and Application of Overpayment > City Estimates and Application of Overpayment Detail

- Input field "Amount of overpayment to apply to other funds (GRR)" is removed.
- New section "Donations (Michigan Cities Only)" is added.

Foreign > 8621 & Foreign > 8865

Column for "Foreign Province/State/County" or input field "Province" is added for each different address on Worksheets listed below:

- Foreign > 8621 > PFIC or QEF Information
- Foreign > 8621 > Deemed Dividend Election (Election E)
- Foreign > 8865 > Information About Certain Other Partners
- Foreign > 8865 > Foreign Partnership Information
- Foreign > 8865 > Schedule A-1 - Certain Partners of a Foreign Partnership
- Foreign > 8865 > Form 8825 - Rent and Royalty
- Foreign > 8865 > Form 3468- General
- Foreign > 8865 > Schedule F - General
- Foreign > 8865 > Partner Number, Name, Address and Partnership Reference Number

Foreign > 8621

- Foreign > 8621 > Deemed Sale Election (Election D)
- Foreign > 8621 > Deemed Dividend Election (Election E)
- Foreign > 8621 > Election To Recognize Gain on Deemed Sale of PFIC (Election F)
- Input fields "Gain or loss from deemed sale" in the "Deemed Sale Election" section, "Post-1986 earnings and profits" in the "Deemed Dividend Election" section, and "Gain from Deemed Sale" in the "Election To Recognize Gain on Deemed Sale of PFIC" section are removed from the worksheet.
- New section "Section 1291 Distribution Detail" is added to Worksheet Foreign > 8621 > Section 1291 Distribution Detail.

Other Returns > 1120-F > General

- Input field "X if the corporation is a personal service corporation" is added.
- Input field "Amount of overpayment resulting from tax deducted and withheld under Chapter 3" is changed to "Amount of overpayment resulting from tax deducted and withheld under Chapters 3 and 4."
- Input field "Total value of U.S. assets - partnership interests - override" is added to Worksheet Other Returns > 1120-F > Schedule I to override Schedule I, Line 5, Column (b).

Other Returns > 1120-DISC > Schedule P

Input field "X to compute Section C only" is added.

Other Returns > 1120-RIC

Input field "Post-October currency loss" is changed to "Late-year ordinary loss." Use this field to enter the deferred amount of late-year ordinary loss under Section 852(b)(8) election.

Schedule M-3 Worksheet

The grid on the Schedule M-3 worksheet, General and Net Income (Loss) Reconciliation section, Net Income / Net Loss from Includible / Nonincludible / Other Entities / Adjustments - Detail subsection now has import capability.

Consolidated

Consolidated Elimination Method

The concept remains essentially the same; however, we have formalized and improved it. Now you can adjust combined amounts before automatic consolidated adjustments are computed. The elimination company should mainly consist of negative amounts. The elimination company method is triggered by entering the client ID of the elimination company in the "Elimination company's client ID- optional" field on Worksheet Consolidated > Options. In addition to this entry, you must also make two entries on the separate elimination company return. The first is to select the "Elimination Company" code in the "Code for consolidated return" field on Worksheet General > Basic Data. The second is an entry in the "X if return may be included in a consolidated return" field on Worksheet General > Basic Data. The tax payments, credits, and carryover information should not be entered with the elimination company. The income tax calculation is also suppressed for the elimination company. A consolidated return may not be an elimination company.

Consolidated Schedule M-3 Statement Option

A new option is added to the "Consolidated Schedule M-3 statement option" field on Worksheet Consolidated > Options. This new option only applies to the "Other Income (Loss)" lines on Part II and to the "Other Expense/Deductions" lines on Part III. We will show items with the same description, which appear in the "No Differences" line and in the "With Differences" line, separately on each of their respective lines. If you wish to net these two lines together and show as only one line, select code "C," and combine like kind descriptions.

Tiered Consolidated Returns

In the past, our default method in a tiered return was to use the "Sub-Total" method. The "Sub-Total" method will show the lower tier sub-consolidated returns as one company on all the combined supporting statements at the top tier level. The default method is now the "Show-All" method. If you leave the "Show sub-consolidated members as one company" field on Worksheet Consolidated > Options, each member company of the lower tiered unit will be listed separately on the top tier's combined supporting statements.

Force Taxable Income per Schedule M-1 to Equal Taxable Income per Return

The system defaults to foot Schedule M-1 by beginning with book income (Line 1) and adding/subtracting any reconciliation items to arrive at taxable income per the Schedule M-1 (Line 8.). This may cause your taxable income per the return to not tie to taxable income per Schedule M-1. You may override this default by making an entry in the "X to force taxable income per Schedule M-1 to equal taxable income per return" field on Worksheet Consolidated > Options. When this field is present, we will force the taxable income per Schedule M-1 to agree with the taxable income per Form 1120, Page 1, Line 28.

State Returns

New Consolidated/Combined State Forms

You can now process New York state modifications (Form CT-225-A) for combined returns.

New State Forms

You can now process the following:

- Alaska Tax Attribute Carryovers (Form 6385)
- Alaska Corporation Net Income Tax Return (Form 6000)
- Amended Alaska Corporation Net Income Tax Return Worksheet
- Alaska Underpayment of Estimated Tax by Corporations (Form 6220)
- Alaska Payment Voucher (Form 6240)
- California New Employment Credit (Form 3554)
- California Donated Fresh Fruits and Vegetables Credit (Form 3811)
- California Like-Kind Exchanges (Form 3840)
- New York state modifications (Form CT-225)
- New York Minimum Wage Reimbursement Credit (Form CT-639)

Michigan Cities

Common Form CF-1120 is added for the following cities:

- Battle Creek
- Flint
- Grand Rapids
- Highland Park
- Lansing
- Muskegon
- Muskegon Heights
- Pontiac
- Port Huron
- Saginaw

S Corporation (1120S) Product Enhancements

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Federal

Schedule K > K-1

Schedule K, Line 17d, or Schedule K-1, Box 17S, for "Amortization of reforestation costs" is now a reserved field.

Schedule M-3 (Form 1120S)

Effective for tax years ending December 31, 2014 and later, corporations with at least \$10 million but less than \$50 million in total assets at tax year end will be permitted to file Schedule M-1 in place of Schedule M-3, Parts II and III. Schedule M-3, Part I, Lines 1 through 12, will continue to be required for these taxpayers. Those taxpayers electing to file Schedule M-1 must report book income on Schedule M-1, Line 1, equal to the book income amount reported on Schedule M-3, Part I, Line 11. Corporations with \$10 million to \$50 million in total assets may voluntarily file Schedule M-3, Parts II and III, rather than Schedule M-1. Form 8916-A will not be required.

Schedule B-1 (Form 1120S)

Flexibility for preparation of Schedule B-1 can be altered using Worksheet General > Basic Data > Miscellaneous and Schedule B-1 Information columns when a disregarded entity's name and ID number are different from shareholder information entered on Worksheet Shareholders > Shareholder Information. A specific shareholder of a disregarded entity from Schedule B-1 can also be removed by checking a box on Worksheet General > Basic Data > Miscellaneous and Schedule B-1 Information, Remove for Sch B-1 column. This new feature will allow a preparer to create a blank Schedule B-1 and then fill it out via government view. Currently, this Schedule B-1 is not electronically filed.

Schedule D and Form 8949 - AMT Versions

These AMT versions are added and will print on government Schedule D and Form 8949 AMT versions when applicable.

Deferral of Income Recognition from Discharge of Indebtedness

Under IRS code section 108(i), the remaining Deferred Cancellation of Debt (COD) or Original Issued Discount (OID) balances will be recaptured starting in 2014 tax year ratable over a five-year period. The recaptured amount (one fifth) of the remaining COD or OID balances will be automatically computed and included as income or expenses. Besides the computed amount, additional accelerated amount can also be included in this year's income or deductions on the Applicable Debt Instrument Worksheet Other > Deferral of COD Income > Applicable Debt Instrument Information. Fields are added for override of automatically computed current year recaptured amount.

Credits Forms that Expired after 2013

- Credit for Federal Tax Paid on Fuels (Form 4136)
- Biofuel Producer Credit (Form 6478)
- Qualified Railroad Track Maintenance Credit (Form 8900)
- Nonconventional Source Fuel Credit (Form 8907)

- Energy Efficient Home Credit (Form 8908)
- Energy Efficient Appliance Credit (Form 8909)

Form 8586

Two new expand screens and statements for low-income housing credit are added. Expand form "Low-Income Housing Credit Summary" is added to Line 3 (Pre 2008) and Line 10 (Post 2007), and expand form "Credit from Pass-through Entity" is added to Line 4 (Pre 2008) and Line 11 (Post 2007).

Form 8609-A

We will compute the 15-year compliance period based on an entry on Worksheet Credits > 8586 and 8609 - Low Income Housing Credit, Date building placed in service, X if electing to begin credit period the year after date placed in service, or Date ready for occupancy for rehab properties, if different.

Form 8916-A

See "Schedule M-3 (Form 1120S)" above.

Form 8621

Form 8621 - Excess is added to calculate the Form 8621 Increase in Tax and Interest Calculations.

Form 8941

Question A is added to the top of this form. We will produce this form only when Question A is answered "Yes," or the Marketplace Identifier has been filled.

Property Apportionment Detail Worksheet

On this worksheet, we will now identify what factor components apply to a particular state. An asterisk will now print next to factors which do not apply to a state.

General > Basic Data > General

Input fields "Foreign province" and "Postal code" for corporation's address are added.

General > Return Options > Processing Options

Use Print last four digits of shareholders' SSNs or EINs on Schedule K-1s. This feature is limited to paper filing only. A Suppress Cover Sheets option is added.

General > Basic Data > Miscellaneous and Schedule B-1 Information

Input fields for Schedule B-1, Columns A and B are added. An option to remove a specific shareholder of a disregarded entity from Schedule B-1 is added on the Remove from Sch B-1 column.

General > Basic Data > State Information

New fields are added to enter total 50% and 100% bonus depreciation taken in 2013 and Section 179 deduction taken in 2013. These fields are for state use only.

General > Letters and Filing Instructions > Miscellaneous Options and Overrides

Input field "Foreign province/state/county - override" is added in the "Addressee" section.

Foreign > 114/8938 - Foreign Financial Accounts Information > General

Input fields to enter the information for the preparer and the filer are removed. Input field "X to print date in signature section" is removed. Input field "Preparer information not applicable for Form 114" is added.

Other > Deferral of COD Income > Applicable Debt Instrument Information

You may enter the accelerated amount of COD income and OID expense in the column for "Current Year Accelerated Amount" to be included in the current year's income or deductions. We will compute one fifth of the total recapture amount over the five-year recapture period starting from the 2014 tax year. Enter your amounts in the column for "Current Year Recapture Amount - Override" to override our default. A section for "Recapture Information" is added. You may use these entries as record keeping for recaptured amounts starting from the 2014 tax year. Leave these fields blank for the 2014 tax year.

Income/Deductions > Gain and Losses

Code "D" (1099-B basis reported to IRS and reported on Schedule D) is changed to code "1" in 1099B Code.

Income/Deductions > Installment Sales > Installment Sales to Related Parties

Input field "Province" is added to the "Installment Sale to Related Parties" section.

Income/Deductions > Asset Acquisition Statement

Input field "Province" is added to the "General Information" section.

Other > 8883-Asset Allocation Statement > General

Input field "Other party Social Security Number" is removed from the "General Information" section.

Income/Deductions > Business > Other Depreciation and Amortization

A column for "Capacity/Form 8911 Location Number" is changed to "Capacity / tentative credit / location number."

Income/Deductions > Business > Qualified Production Activity Income

A column "Apportioned Expenses Override" is added for both trade or business and other activities in the "Qualified Production Activity Income" section. It provides an easy way to adjust apportioned expense for an activity on the QPAI workpaper.

General > Electronic Filing > Electronic Filing Notification

Input field "FBAR notification" is added. Input field "Electronically file estimated tax payments" is changed to a code field.

Income/Deductions > Depletion > Property and Cost Depletion

Input field "Accumulated IDC" is added.

General > Electronic Filing > General

Input field "X to suppress Form 114 for electronic filing" is added.

Foreign > 8858 Detail

A new column for "Foreign Province/State/County" is added.

General > Federal Elections > De Minimis Safe Harbor Election, Safe Harbor Election for Small Taxpayers, Capitalize Repair and Maintenance Costs, or Incl Sec 951 and Sec 1293 Income Inclusions in Net Inv Income

These sections are added for Section 1.263(a) and Section 1.1411-10(g) elections.

Income/Deductions > Schedule K Other Income Deductions > Other Deductions Detail Items or Other Portfolio Deductions Detail Items

Input fields for interest expenses are added for Other Deductions and Other Portfolio Deductions that carried to Form 8916-A. A column is added "Interest Expense" and "Interest expense code" for other deductions or other portfolio deductions.

Other > Schedule K1 Other - Overrides and Adjustments

The field for "Amortization of reforestation costs" is removed.

Foreign > 5471

A column for "Foreign Province/State/County" or input field "Province" is added for each different address on Worksheets U.S Filer, Foreign Corporation, Sch B - U.S. Shareholders of Foreign Corporation, or Sch O - Organization or Reorganization of a Foreign Corporation.

Sch L/M > Schedule M-3 > General and Net Income (Loss) Reconciliation

For tax years ending December 31, 2014 and later, if you elect to complete Schedule M-3, Parts II and III, you must complete all columns, without exception. If "Y" is selected to leave Schedule M-3, Parts II and III, Columns (a) and (d) blank, a warning diagnostic will be issued. We will automatically post Schedule M-3 differences to Schedule M-1 whenever Schedule M-3 is present in the return. This automatic transfer will NOT occur if any open line entries are present on Worksheet Sch L/M > Schedule M-1. Use the option to "Carry book/tax differences to Schedule M-1 code" to alter this treatment. A field is added to compute net income (loss). If you make an entry in the "Income statement source code" field and leave the "Worldwide consolidated net income (loss) from income statement source" and "Net income (loss) per income statement - override" fields blank, use this field to carry Schedule M-3, Part II, Line 26, Column (a) to Schedule M-3, Part I, Line 11. Line 4a will be automatically calculated. "Code to suppress Schedule M-3, Parts II and III" is added to request Schedule M-1 when assets are less than \$50 million but equal to or exceeding \$10 million. A field is added to suppress Form 8916-A when Schedule M-3 is voluntarily filed.

Schedule M-3 Worksheet

The grid on the Schedule M-3 worksheet, General and Net Income (Loss) Reconciliation section, Net Income > Net Loss from Includible > Nonincludible > Other Entities > Adjustments - Detail subsection now has import capability.

Income/Deductions > Partnership Passthrough

"Amortization of reforestation costs" is now a reserved field.

Credits > 8912 - Credit to Holders of Tax Credit Bonds

Four-digit year format is adopted on "Bond matures date" field.

Credits > 4136 - Credit for Federal Tax Paid on Fuels

Input fields for "Fuel Mixtures" are removed.

Credits > 8586 and 8609 - Low Income Housing Credit

A column is added to roll forward low income portion. A detail field is added for "Date ready for occupancy for rehab properties, if different." "Code to print LIH credit summary statement" is added. New fields are added to the "Form 8609 - Allocation Certificate (Internal Use Only)" section for Form 8609, Lines B, D, 1a, and 3 to 5.

Credits > 2439 - Notice to Shareholder of Undistributed Long-Term Capital Gains

A field is added for "Province."

Credits > 8941 - Credit for Small Employer Health Insurance Premiums

Input fields "X if you pay premium during tax year for employee health insurance coverage through Small Business Health Options Program Marketplace" and "Marketplace identification" are added for Form 8941.

Income/Deductions > Partnership Passthrough

1065 K-1 Code U used to be "Amortization of reforestation costs" is now a reserved field.

Common State > State/City Common Data > General Information

Input field "NYTPRIN exclusion code" is added.

Payments/Penalties > Estimates and Application of Overpayments > State Estimates and Application of Overpayment

A field "X to suppress printing of vouchers in all copies" is added.

Payments/Penalties > Estimates and Application of Overpayments > City Estimates and Application of Overpayment

Input field "Amount of overpayment to apply to other funds (GRR)" is removed. New section "Donations (Michigan Cities Only)" is added.

Foreign

A column for "Foreign Province/State/County" and input field "Province" are added for each different address on Worksheet Foreign > 8621 > PFIC or QEF Information; Foreign > 8621 > Deemed Dividend Election (Election E), Foreign > 8865 > Name Address and EIN of Parent; Foreign > 8865 > Foreign Partnership Information; Foreign > 8865 > Schedule A - Constructive Ownership of a Partnership Interest; Foreign > 8865 > Partner Number Name Address; Foreign > 8865 > Form 3468 - General; Foreign > 8865 > Form 8825 - Rent and Royalty; and Foreign > 8865 > Schedule F - General.

Input fields "Gain or loss from deemed sale" in the "Deemed Sale Election" section, "Post-1986 earnings and profits" in the "Deemed Dividend Election" section, and "Gain from Deemed Sale" in the "Election To Recognize Gain on Deemed Sale of PFIC" section are removed from Worksheet Foreign > 8621 > Deemed Sale

Election (Election D) and Election To Recognize Gain on Deemed Sale of PFIC (Election F). A new section "Section 1291 Distribution Detail" is added.

Consolidated > Options

A new field is added to print in combined schedules that include consolidated, elimination and adjustment columns. Similar descriptions are now automatically combined on statements when no option is selected, "Option for print statements for Form 1120S, Pages 1 through 5."

State

New State Forms

- Alaska Corporation Net Income Tax Return (Form 6000)
- Alaska Underpayment of Estimated Tax by Corporations (Form 6220)
- Alaska Payment Voucher (Form 6240)
- California New Employment Credit (Form 3554)
- California Donated Fresh Fruits and Vegetables Credit (Form 3811)
- California Like-Kind Exchanges (Form 3840)
- New York State Modifications (Form CT-225)
- New York Minimum Wage Reimbursement Credit (Form CT-639)

Michigan Cities

Common Form CF-1120 is added for the following cities:

- Battle Creek
- Flint
- Grand Rapids
- Highland Park
- Lansing
- Muskegon
- Muskegon Heights
- Pontiac
- Port Huron
- Saginaw

South Carolina

South Carolina Form 1040ES, Composite Return Declaration of Estimated Tax is added.

Fiduciary (1041) Product Enhancements

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Federal

- Significant updates to Form 8960 to include prior year taxes paid in current year and state tax refunds in Line 9b and Line 7 calculations.
- Added Schedule H in grantor returns.
- Significant updates to Form 114. It is now possible to prepare multiple Form 114s.
- Changes to ESBT input so ESBT Attorney/Accountant fees can be marked as investment.
- Change to Regulations Section 1.1411-10(g) election can be made without filing Form 8621.

New Forms and Law Changes

- Form 2439, Notice of Shareholder of Undistributed Long-Term Capital Gains.
- Form 1099-R, Distributions From Pensions, Annuities, Retirements etc.
- Form 8858, Information Return of U.S. Persons With Respect to Foreign Disregarded Entities.
- Form 6781 for ESBT, Gains and Losses from Section 1256 Contracts and Straddles.
- Schedule D AMT Worksheet for ESBT.

Suppress Interest and Dividend Summary

Return configuration set and Tax.

Depreciation

- The lock depreciation calculation was installed to reduce the time it takes to calculate the return.
- Assets will now print on the landscape report when there is a cost of zero but a code to force is selected.

States

Alabama

Added electronic filing.

Arkansas

Added Schedule K-1, Arkansas Shareholder, Partner, or Beneficiary's Share of Income, Deductions, Credits, etc.

Arizona

Added a new worksheet for Net Long-Term Capital Gain Subtraction for Assets Acquired After December 31, 2011.

California

Added Form 3811, Donated Fresh Fruit and Vegetables Credit.

Connecticut

Planning for electronic filing.

Georgia

Added electronic filing.

Kansas

Planning for electronic filing.

Idaho

Added electronic filing.

Illinois

Added electronic filing.

Minnesota

Converted electronic filing to MeF.

Mississippi

- Added Form 80-160, Tax Credit for Income Tax Paid to One or More Other States.
- Added Form 80-107, Income/Withholding Tax Schedule.

Missouri

Planning for electronic filing.

Montana

Added electronic filing.

New Hampshire

Added electronic filing.

New Jersey

New Jersey > NJ ESBT returns can be electronically filed for tax year 2014.

New York

Added Form IT-225, New York State Modifications.

Ohio

Planning for electronic filing.

Pennsylvania

- Added Form PA 41 Schedule N, PA-Source Income and Nonresident Tax Withheld.
- Added electronic filing.

Rhode Island

Planning for electronic filing.

Utah

Added electronic filing.

Wisconsin

Added Schedule CF, Carryforward of Unused Credits.

Exempt (990) Product Enhancements

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Federal Enhancements

Schedule H, Page 3, Facility Information

An optional small font version of Schedule H, Page 3, is now available. This is used to maximize the amount of hospital facility information that can print on the government form. A new input field is available to control this feature.

Schedule A, Part II Public Support Test

The Schedule A, Part II, Public Support test, has been expanded to include organizations other than just those that currently check the box on Schedule A, Part I, Line 5, 7 or 8. If the organization meets the 33 1/3% support test, the first Special Rule on Schedule B will be enacted and any substantial contributors will be included on Schedule B, Part I, subject to the reporting thresholds of the Special Rule. A new input field is available to control this feature.

Schedule D and Form 8949 - AMT Versions

These AMT versions are added and will print on government Schedule D and Form 8949 AMT versions, when applicable.

Foreign > 114/8938 - Foreign Financial Accounts Information > General

Input fields to enter the information for the preparer and the filer are removed. Input field "Print date in signature section" is removed. Input field "Preparer information not applicable for Form 114" is added.

Income/Deductions > Gains and Losses

Code "D" (1099-B basis reported to IRS and reported on Schedule D) is changed to code "1" in 1099B Code.

General > Electronic Filing > General

Input field "Suppress Form 114 for electronic filing" is added.

Foreign > 5471

A column for "Foreign Province/State/Country" on input field "Province" is added for each different address on Worksheets U.S. Filer, Foreign Corporation, Sch B - U.S. Shareholders of Foreign Corporation, or Sch O - Organization or Reorganization of a Foreign Corporation.

Credits > 8941 - Credit for Small Employer Health Insurance Premiums

Input fields "If you pay premiums during tax year for employee health insurance coverage through Small Business Health Options Program Marketplace" and "Marketplace Identification" is added for Form 8941.

Foreign

A column for "Foreign Province/State/County" and input field "Province" are added for each different address on Worksheet Foreign > 8621 > PFIC or QEF Information; Foreign > 8621 > Deemed Dividend Election (Election E); Foreign > 8865 > Name Address and EIN of Parent; Foreign > 8865 > Foreign Partnership

Information; Foreign > 8865/Schedule A - Constructive Ownership of a Partnership Interest; Foreign > 8865 Form 8825 - Rent and Royalty; and Foreign > 8865 > Schedule F - General.

Input fields "Gain or loss from deemed sale" in the "Deemed Sale Election" section and "Post-1986 earnings and profits" in the "Deemed Dividend Election" section are removed from Worksheet Foreign > 8621 > Deemed Sale Election (Election D) and Election To Reorganize Gain on Deemed Sale of PFIC (Election F). A new section "Section 1291 Distribution Detail" is added.

Unrelated Business Tax

Form 8801 - Credit for Prior Year Alternative Minimum Tax is added for Form 990-T when filing as a trust.

Extended to Feature

The "Extended To" notation will be printed at the top of Forms 990, 990-EZ, 990-PF, 990-T and 4720 when the corresponding extension has been prepared.

Electronic Filing Extensions

The Electronic Filing Status Report will now differentiate between first and second extensions for Forms 990, 990-EZ, and 990-PF.

Supplemental Schedules

The feature to include the notation "Explanation" at the beginning of supplemental explanations is removed.

Issues Addressed

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Issues for the following CCH Axxess Tax modules were resolved and are included in release 2014-1.0.

Correspondence

Standard special paragraphs in the transmittal letter are now suppressed when suppressed in the return. (92081)

Import / Export

The export of Section 44 of Form 990-PF to Microsoft Excel successfully completes. (106207)

Print

The No symbol (⊖) no longer prints in place of a period in Hawaii statements when *Print in upper case* is selected in the return. (96596)