

CCH Access™ Tax  
2014-4.2 Release Notes

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**CCH Access™**  
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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](http://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.

## Information in Tax Year 2014 Release Notes

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

The updates provided in the Release Notes include the following:

- Contact and Support information
- Updates to Tax technology (electronic filing updates, Organizer, roll forward, technology enhancements)
- Updates made to Tax products (form additions and updates, changes in diagnostics, 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

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### Individual (1040) Product Updates

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#### Federal

Form 1045. Schedule B, Line 16, uses 7.5% of modified AGI for 2013 when the taxpayer or spouse was age 65 in 2013, and otherwise uses 10% of modified AGI.

Form 3520. The combined interest rates imposed on the total accumulation distribution for Line 51 match the rates in the 2014 instructions.

Form 8621. Form 8621 Excess will be calculated when the holding period end date is missing if overrides are present on Form 8621 - Return by a Shareholder of a PFIC or QEF > Section 1291 Distribution Detail section. Diagnostic 16790 will be issued if the dates are missing or are invalid.

#### Alabama Electronic Filing

Schedule AATC, Part III, Line 17, equals Part II, Line 5, if the sum of Part III, Line 1, Line 6, and Line 11 are equal to zero.

#### California

Warning diagnostic 17177 replaces diagnostics 20877, 33112, and 31425 for the requirement that payments are done electronically.

#### Colorado

DR 1366, Line 39, allows up to \$1,100 for each new business facility employees credit.

DR 1366, Line 75, uses the correct amount from Line 72.

#### Kansas

Schedule S, Part C, will calculate when the 1040NR is present in the return with itemized deductions.

#### Louisiana

On June 19, 2015, the Louisiana governor signed a new set of laws that will affect any tax return that is filed after July 1, 2015. Original individual returns filed after July 1, 2015 are required to file Forms R-540CRW, R-540CNR, and R-540-G1 when applicable for refundable and nonrefundable credits, and credit for taxes paid to other states, respectively. Forms R-540CRW, R-540CNR, and R-540-G1 are now available.

#### Maryland

A ruling on May 18, 2015 by the U.S. Supreme Court resulted in a revision of Maryland's credit for tax paid calculation with respect to local income tax paid. Form 502LC, State and Local Tax Credit form Income Taxes Paid to Other States and Localities is required when claiming local credit for taxes paid. Form 502LC is now available.

## Massachusetts

Input is available to override the calculated reason for filing Form CA-6. If overrides are not used, the calculated "Increase tax due" or "Decrease tax due" box will be checked, as appropriate.

## Minnesota M1PR Electronic Filing

Form M1PR, Homestead Credit Refund and Renter's Property Tax Refund, does not reject in all cases when "Percent of home not used for business nor rented" is less than 100 percent.

## New Jersey

NJ 1040NR, Line 22B, only includes capital gains\losses from a partnership when coded to New Jersey. Personal representative address has been updated to reflect presentation per New Jersey instructions.

## Oklahoma

Extension payment is subtracted from tax due to arrive at the balance due when calculating interest.

## Pennsylvania

Divisor on RCT-101, Section A, Line 3, accounts for leap years.

Form PA-40X, Line 4, includes original business loss in the original column when one taxpayer had no business gain or loss and the other taxpayer had a business loss.

Form PA-40, Line 27, picks up REV-1630 penalty when REV-276 is present with an amount paid override.

Form PA-40, Line 27, shows a code of "X" when exception 2 has been met on REV-1630.

Form RCT-101, Schedule A-1, Line 5, uses three factor or single factor apportionment when RCT-102 is being used.

Form REV-677 includes the Preparer's PTIN.

Schedule A, Line 15, includes tax-exempt interest that is already reported on Line 2 for tax-exempt interest coming from a K-1.

## Pennsylvania - Pennsylvania Cities

Letters and Filing Instructions. Philadelphia will be referenced when the return is prepared using the Pennsylvania Cities jurisdiction code 510101.

## Philadelphia

Statements for Schedule C income on form NPT only show amounts for a specific entity.

## South Carolina

SC 1040, Line 3V, does not make a subtraction when nonresident and South Carolina Schedule D/4797 equals FD Schedule D/4797 amounts.

Schedule NR, Line 47, uses the exemptions that would have been allowed on Federal 1040NR.

## Tennessee

Only Tennessee footnotes are included in the Tennessee Footnotes statement.

## Partnership (1065) Product Updates

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### Federal

Form 8804. The extended due date for a partnership that keeps its records outside of the U.S. will now reflect November 15 for a calendar year partnership.

Partner AMT Basis worksheet. The current year Other Deductions from AMT Basis, Page 1, Line 10g, will now flow to the AMT Basis, Page 2, Allocation of Losses and Deductions, Other Deductions line, Column (a).

Schedule K-1. Information for Section 291 will produce a statement with Schedule K-1.

Schedule K-1. When Schedule K-1 overrides are entered for foreign taxes paid/accrued, the correct amount entered will now be included in the Current Year Increase/Decrease calculation.

Schedule K. The supporting statement for Line 17b will now produce the version without the supporting detail when that detail is not produced because the amounts have been overridden.

The 4562 State Summary does not pull the federal passthrough section 179 when the Income/Deductions > Partnership Passthrough > Section 179 deduction > state column has an entry.

### Alabama

Form 65, Schedule A and Schedule K-1, statements for portfolio income now reference Schedule K, Line 14.

### Alabama Electronic Filing

A new electronic filing diagnostic 47797 will now issue when the federal return is not transmitted or Federal Form 8453 is activated and there are no electronic signature PINs entered.

A new electronic filing diagnostic 47801 will now issue for Form 65, Schedule C, Alabama apportionment factor, when zero is entered on Line 27 and there is no property, payroll, or sales factor ratio entered on Schedule C.

### Arizona

Depreciation schedules attached to all entities (Other, Rental, Portfolio, Cost of Goods Sold, Farm and Depletion) now print with the Arizona return.

Schedule K-1NR, Column C, amounts are now suppressed when the option to suppress Lines 1 - 16 for corporate partners is selected.

### Louisiana

The state of Louisiana has reduced a number of deductions, exclusions, rebates, and credits for original returns filed on or after July 1, 2015. New worksheets R-620CNR and R-620CRW for reduced nonrefundable and refundable credits are now available in the software. Please note that original returns filed on or after July 1, 2015 must include these new worksheets, as those filed without them may be adjusted by the state to reflect the law changes. You can activate the new worksheets on the Louisiana - General Information Worksheet, Line 8 - Apply new law calculation for returns filed on or after 7/1/15.

## Minnesota

Form M3, Line 12, late payment penalty, now includes only the 6% penalty for failure to pay tax due by the original due date. It no longer includes the additional 5% delinquency penalty.

## New Mexico

The city, state, ZIP line of Form PTE and RPD-41367 will now print foreign addresses.

## Virginia Electronic Filing

Form 502A, Line 3e, will now allow a negative amount and will no longer issue diagnostic 41342.

## Corporation (1120) Product Updates

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### Power Pack

"Premiums in excess of \$350,000" has been removed from the election statement of Certain Small Insurance Companies under IRC Section 831(b).

### Alabama Electronic Filing

New electronic filing diagnostic 47535 will now issue when Form CPT taxpayer type is "LLE Taxed as a Corporation" and a Secretary of State fee has been entered on CPT, Line 5.

### Arizona

The signer PTIN now prints on Form 120 signature block when entered in the return configuration set.

### California

California credits Motion Picture & TV (code 223) and California Competes (code 233) will now be reported in Sch P, Page 2, Part II, Section B. Previously, they were reported in Section A2.

### Illinois

IL-1120-X, Line 45, Column B, income tax will calculate with blended rates for fiscal tax years or with Schedule SA tax calculated.

Schedule NLD will only print when income is reported on the return prior to NLD.

### Kentucky

KY 720, Page 2, Officer information, will print statement with other officers.

### Kentucky Electronic filing

KY 2220K will only calculate Part III when there is an underpayment penalty or the calculation of Interest is requested.

KY Electronic Filing will issue a disqualifying diagnostic when the preparer name is missing or invalid.

### Louisiana

The state of Louisiana reduced a number of deductions, exclusions, rebates, and credits for original returns filed on or after July 1, 2015. New worksheets R-620CNR, R-620CRW, and R620GIW for reduced nonrefundable and refundable credits and reduction in exclusions and deductions are available; however, the worksheet to compute reduction for gross income, worksheet R-620GIW, did not carry amounts to or from other schedules of the return. Please note that automatic calculation of related return schedules and worksheet R-620GIW amounts will be implemented in a later release. Automatic calculation, when available, may affect any roll forward or carryover amounts that must be tracked for disallowed 28 percent amounts to subsequent years. As of this release, with the exception of percentage depletion, the adjustments to gross income, under new law related to worksheet R-620GIW are not being made in any other parts of the return besides worksheet R-620GIW. Please review related schedules and amounts, and



create adjustments manually to reconcile the new Worksheet R-620GIW amounts to existing schedules in the return. Please note that original returns filed on or after July 1, 2015 must include new worksheets, as those filed without them may be adjusted by the state to reflect the law changes. You can activate new law worksheets on the Common State Data - General Information worksheet, Line 34 - Apply new law calculation for returns filed on or after 7/1/15. In addition, the required input to complete worksheet R-620GIW is on the Louisiana > Income/Deductions worksheet - Separate Accounting, Section 5 , Lines 25 - 32.

## Michigan Electronic Filing

Signature Form 4763 will now reference the correct lines.

## New York

A correction was made to the due date for Form TR-579-CT.

The program has been modified to allow a G to W link to state/city payments' summaries.

## Wisconsin

The apportionment calculated for Form 6, Part III, Line 1d, will reflect apportionment eliminations made on federal input forms in the consolidated return.

## Wisconsin Electronic Filing

Diagnostic 44053 will not trigger if there is a zero for 1120, Line 28 income on Form 6, Page 2, Line 1, parent corporations.

Diagnostics for Form 6, Page 2, company information will not trigger when the amount of income from Form 1120, Line 28, is 0.

Form 6 electronic files will validate if eliminations adjustments are present for only Part I or only Part II.

## S Corporation (1120S) Product Updates

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### Federal

K-1 export to 1041 will now bring over the S Corporation name instead of the shareholder's name on the Passthrough Entity Name field when there are activity numbers present in the export file.

### Arkansas

An option has been added on the Arkansas > Income/Deduction > Other Adjustments and Overrides section. The new option, Include direct income allocable (Schedule C, Line 2) in Schedule K-1, ordinary income calculation, includes AR1100S, Schedule C, Line 2, in the ordinary income calculation on AR Schedule K-1. This will update AR Schedule K-1, Line 1, and AR1000CR, Schedule A, share of taxable income.

### Indiana Electronic Filing

IT-20S Recap Schedule, Line 23a, no longer rounds by a dollar when the federal return rounds the other deductions total.

### Louisiana

The state of Louisiana reduced a number of deductions, exclusions, rebates, and credits for original returns filed on or after July 1, 2015. New worksheets R-620CNR, R-620CRW, and R620GIW for reduced nonrefundable and refundable credits and reduction in exclusions and deductions are available; however, the worksheet to compute reduction for gross income, worksheet R-620GIW, did not carry amounts to or from other schedules of the return. Please note that automatic calculation of related return schedules and worksheet R-620GIW amounts will be implemented in a later release. Automatic calculation, when available, may affect any roll forward or carryover amounts that must be tracked for disallowed 28 percent amounts to subsequent years. As of this release, with the exception of percentage depletion, the adjustments to gross income, under new law related to worksheet R-620GIW are not being made in any other parts of the return besides worksheet R-620GIW. Please review related schedules and amounts, and create adjustments manually to reconcile the new Worksheet R-620GIW amounts to existing schedules in the return. Please note that original returns filed on or after July 1, 2015 must include new worksheets, as those filed without them may be adjusted by the state to reflect the law changes. You can activate new law worksheets on the Common State Data - General Information worksheet, Line 34 - Apply new law calculation for returns filed on or after 7/1/15. In addition, the required input to complete worksheet R-620GIW is on the Louisiana > Income/Deductions worksheet - Separate Accounting, Section 5 , Lines 25 - 32.

### New York

New input has been added for Commercial Rent Tax name on the worksheet New York City 3L(4S) > Basic Data > Line 10.

### South Carolina

Section 108 adjustment now correctly flows to Schedule B of the SC1120S as a deduction instead of an addition when there is COD recaptured.

## Vermont Electronic Filing

Form 8879-VT-C will now print when requested in the government copy.

## Fiduciary (1041) Product Updates

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### Federal

Form 501, Line 15 - Interest, will now calculate based on the information entered on the Penalties > State Penalties and Interest worksheet section.

If the grantor is not to receive private activity bond interest, a heading will not print on the letter.

Private activity bonds entered on the IRS K-1s will no longer double on grantor letters.

### California Electronic Filing

Form 8879-FID will no longer be prepared when incomplete electronic signature information is present in the Electronic Filing worksheet > General section > Electronic Signature Information fields.

### Illinois Electronic Filing

Form IL1041V will now print in the government copy when there is a payment due and no banking information has been entered.

### Maryland

A ruling on May 18, 2015 by the U.S. Supreme Court resulted in a revision of Maryland's credit for tax paid calculation with respect to local income tax paid. Form 502LC, State and Local Tax Credit form Income Taxes Paid to Other States and Localities is required when claiming local credit for taxes paid. Form 502LC is now available.

The MD Grantor Letter will now display the depreciation amount applicable to each beneficiary.

### New York Electronic Filing

Electronic filing for New York will allow trusts with a creation date from 1850 to the current date.

New York returns will disqualify if refundable credit amounts do not match the amount on the IT-212.

Preparers with foreign countries in the preparer address will no longer be rejected by New York.

### North Carolina

The percentage of income attributable to North Carolina now includes Capital Gains when the option to include capital gains is selected in the Beneficiaries > Distribution Information > Distribution Options > Include All Capital Gains As Income field.

### Vermont

The Vermont K-1 equivalent will now show all Bonus Depreciation at the bottom of the form.

## Exempt Organization (990) Product Updates

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### Arizona

Form 120-ES fiscal year date fields now show the next tax year.

## Employee Benefit Plan (5500) Product Updates

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### Federal

Line 4c is included in the electronic file when answered Yes or No.