

CCH Access™ Tax
2016-3.2 Release Notes

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CCH Access™
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Contact and Support Information

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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 find Support calendars, as well as options to enter Web tickets for assistance.

Information in Tax Release Notes

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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, Pro Forma/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.

Highlights for Release 2016-3.2

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Tax Updates

Issues Addressed

We have addressed many specific issues with paper and electronic filing states. Please see the Release Notes for this information.

Individual, Partnership, Corporation, and Fiduciary

California. The California FTB released a new version of Forms 540, 540NR and 541 on Friday, March 17, 2017. The required changes are reflected on the forms and in the electronic files.

S Corporation

Missouri Department of Revenue has revised Form MO-7004, Application for Extension to File, to allow use by S Corporations. Form MO-7004 is available for processing.

Electronic Filing

Approved Products Available on this Release

The following state product is approved and available on this release:

Partnership

California Magnetic Media

Tax Product Updates

Individual (1040) Product Updates

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Federal

Estimate Reminder Letter. Web payment paragraphs for the 4th quarter estimate were updated. Paragraph 2558 will be issued when a website address is available and will not be issued when a website address is not available.

Filing Instructions. Special instructions are given for electronically filed 1040NR returns.

Transmittal Letter. The keyword [Form ref] in paragraph 30303 has changed to [Federal or State Form Name].

Kansas City Transmittal Letter and Filing Instructions. When only a spouse return is prepared, Letter and Filing Instructions indicate electronic filing, when it is requested.

IRS Notice 2017-21 for high cost housing limitations allows individuals to apply the higher limitation published in this notice to their 2016 taxable year for Form 2555 purposes. The higher limitations for the following cities have been implemented into the calculation:

- Angola - Luanda
- Argentina - Buenos Aires
- Australia - Melbourne, Perth, Sydney
- Austria - Vienna
- The Bahamas - Grand Bahama Island, Nassau
- Bahrain - Bahrain
- Barbados - Barbados
- Bermuda - Bermuda
- Brazil - Rio de Janeiro, Sao Paulo
- Canada - Calgary, Montreal, Ottawa, Quebec, Toronto, Vancouver
- Chile - Santiago
- China - Beijing, Hong Kong, Shanghai
- Colombia - Bogota, all cities other than Bogota
- Costa Rica - San Jose
- Democratic Republic of Congo - Kinshasa
- Denmark - Copenhagen
- Dominican Republic - Santo Domingo
- Ecuador - Guayaquil, Quito
- El Salvador - San Salvador
- Estonia - Tallinn
- France - All cities other than Garches, Le Havre, Lyon, Marseille, Montpellier, Paris, Sevres, Suresnes, and Versailles
- Germany - Bonn, Cologne, Giessen, Wahn

- Ghana - Accra
- Guatemala - Guatemala City
- Guinea - Conakry
- Guyana - Georgetown
- Hungary - Budapest
- India - Mumbai, New Delhi
- Indonesia - Jakarta
- Israel - Tel Aviv
- Italy - Genoa, Gioia Tauro, La Spezia, Naples, Vicenza
- Jamaica - Kingston
- Japan - Atsugi, Camp Zama, Chiba-Ken, Fussa, Gifu, Haneda, Kanagawa-Ken, Komaki, Machidi-Shi, Nagoya, Okinawa Prefecture, Osaka-Kobe, Sagamihara, Saitama-Ken, Sasebo, Tachikawa, Tokyo, Tokyo-to, Yokohama, Yokosuka, Yokota
- Kazakhstan - Almaty
- Korea - Camp Colbern, Camp Market, Camp Mercer, K-16, Kimpo Airfield, Munsan, Osan AB, Pyongtaek, Seoul, Suwon, Taegu, Tongduchon
- Kuwait - Kuwait City, all cities other than Kuwait City
- Macedonia - Skopje
- Malaysia - Kuala Lumpur, all cities other than Kuala Lumpur
- Malta - Malta
- Mexico - Mazatlan, Merida, Mexico City, Monterrey, all cities other than Ciudad Juarez, Cuernavaca, Guadalajara, Hermosillo, Matamoros, Mazatlan, Merida, Metapa, Mexico City, Monterrey, Nogales, Nuevo Laredo, Reynosa, Tapachula, Tijuana, Tuxtla Gutierrez, and Veracruz
- Mozambique - Maputo
- Namibia - Windhoek
- Netherlands - Amsterdam, Aruba, Schiphol
- Netherlands Antilles - Curacao
- New Zealand - Auckland, Christchurch, Wellington
- Nicaragua - Managua
- Nigeria - Abuja
- Norway - Oslo
- Oman - Muscat
- Panama - Panama City
- Paraguay - Asuncion
- Peru - Lima
- Philippines - Manila
- Qatar - Al Udeid (in All Cities), Doha, all cities other than Doha
- Russia - Moscow, Saint Petersburg, Sakhalin Island, Vladivostok, Yekaterinburg
- Rwanda - Kigali
- Saudi Arabia - Jeddah, Riyadh
- South Africa - Pretoria
- Spain - Barcelona

- Suriname - Paramaribo
- Switzerland - Zurich, all cities other than Bern, Geneva, and Zurich
- Taiwan - Taipei
- Tanzania - Dar Es Salaam
- Thailand - Bangkok
- Trinidad and Tobago - Port of Spain
- Turkey - Izmir-Cigli, Yamanlar
- Ukraine - Kiev
- United Arab Emirates - Abu Dhabi, Dubai
- United Kingdom - Basingstoke, Bath, Bracknell, Cambridge, Caversham, Cheltenham, Farnborough, Gibraltar, High Wycombe, Reading, Southampton, Surrey
- Venezuela - Caracas
- Vietnam - Hanoi, Ho Chi Minh City

QEPD Worksheet. A spouse QEPD worksheet prints when there are multiple payments from qualified education programs for the taxpayer.

Schedule A. The income used in determining the optional state and local sales tax deduction does not include an IRA rollover.

California

California has updated Form 540/540NR to change the Line 419 description from "Child Victims of Human Trafficking Fund" to "Reserved."

Iowa

Form 126, Line 29, calculates to 100% if Iowa source income is less than 1,000 and there is no lump sum tax or alternative minimum tax.

Maryland

Credit for taxes paid includes New York City, Yonkers, and New York MTA taxes from New York Form IT-203, Lines 51, 52c, and 53.

Massachusetts

The 2-year comparison for Massachusetts includes the credit for taxes paid to other jurisdictions amount from Form 1, Line 30, and Form 1NR/PY, Line 34.

Ohio

Preparer calculated late payment interest, penalty, and late filing penalty for the School District return input is on the Ohio > School District (SD100) > Underpayments > School District Late Payment Interest and Penalty section.

The Balance Due/Refund Amount feature reports correctly for married filing jointly returns and the Ohio resident return summary prints beside the federal return summary.

Ohio RITA Electronic Filing

RITA Form 37. Adjustments were made to the calculation of Schedule K on Page 3 of Form 37. When a taxpayer has more than one W-2 and one W-2 is under withheld and the other over withheld, the calculation now excludes amounts over withheld. Withholdings in excess of the tax on a wage item no longer appear on Form 37, Page 1, Section A for a nonresident work city nor are they included on Page 2, Line 4A. A claim for reimbursement of excess withholding for a nonresident city may be made by filing Form 10A that is available on the RITA website (www.ritaohio.com). A refund of excess withholding may not be claimed on Form 37.

Oregon

OR-WFHDC, Line 25 percentage, matches the Oregon Department of Revenue's website calculation (https://revenueonline.dor.oregon.gov/tap/_/#1) when adjusted gross income is less than the midpoint of each income bracket.

Pennsylvania

Schedule D transactions are reported on Schedule F, Line 11, when it is indicated that the proceeds were reinvested in the business.

Schedule RK-1, Line 5, includes royalties to match Schedule E, Line 22 calculation.

Wisconsin

1NPR, Line 71, can be calculated for part-year residents in addition to full year residents.

Partnership (1065) Product Updates

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Federal

The Industrial Recovery Tax Credit (Code 824) is now available.

The Notice to partners required under the IRS Notice 2005-32 statement is now generated by selecting the option in Partners > General Options > Schedule K-1 Print Options > Line 12 - Print notice to partners required under IRS Notice 2005-32.

Arkansas Electronic Filing

The electronic file correctly includes the federal ID number of a grantor trust composite member.

California

Form 540NR, Line 419, is obsolete and is marked as Reserved.

California Magnetic Media Filing

California magnetic media is now available. To activate it, select "Magnetic Media" in the Federal > General > Electronic Filing > State Electronic Filing Options > California Paperless Schedule K-1 or Electronic Return > Magnetic Media or Electronic Filing Qualification field.

Oklahoma

The "% Depletion Limited to Net Income" column on Schedule of Mineral Interest Properties is now limited to net income.

Corporation (1120) Product Updates

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Indiana

Form IT-20, Schedule PIC, prints when applicable.

The instructions for Form IT-20 list a due date of April 18, 2017, but IN regulations put the return due date 30 days after the Federal due date, which would be May 15 this year. The letters and instructions reflect April 18, 2017, as the due date. However, interest and penalties for late filing/payment are calculated from May 15, 2017, as is expected by Indiana.

Louisiana

The franchise tax beginning date now shows 02/28/17, if the fiscal year beginning date is 02/29/16.

S Corporation (1120S) Product Updates

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Louisiana

DPAD is now included in Line 23 deductions on Form CIFT-620 Schedule D.

Missouri

Form MO-7004 was reinstated by the taxing authority when filing Form MO-1120S. Use Federal > Other > Extensions > State/City Extensions to generate Form MO-7004 when Form MO-1120S is present in the return.

Oklahoma

Form 504-C. The paid preparer signature now prints in the paid preparer box.

Form 512-S, Page 3. The intangible drilling costs are no longer included twice under the federal column amounts.

Oregon

Form OR-19-AF. If the continuation name is present in the return, it is added to the first and last name, instead of replacing the first and last name.

Wisconsin

Form 5S, Page 6, Line 10, no longer shows an adjustment when an adjustment is not present on Schedule 5K, Line 2, Column C.

Schedule 5K, Line 17d. An input override was added to Wisconsin > Income/Deductions > Distributive Share Income and Deductions section to override the amount on the statement if the federal and Wisconsin amounts have the same gain on the sale of assets that have taken Section 179.

Schedule MA-M, Lines 15a, 15e, and 16 are now blank when Line 11 is negative.

Fiduciary (1041) Product Updates

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Correspondence Manager

Minnesota Custom Filing Instructions will only produce instructions for making a payment when the tax balance due is greater than zero.

New Mexico

Form IT-205-A, New York Adjusted Gross Income Worksheet, Line E, no longer adds back income taxes, municipal bond interest, or US interest for nonresident returns.

Form FID-1 now generates for Grantor returns with passthrough withholding.

New York

The nonresident or part-year resident Form IT-182 input flows to Worksheet 5 only if there are rental real estate activities and other passive activities, and only a portion of the losses are allowed.

New York Electronic Filing

The New York extension letter now reflects the last four digits of the account number.

New York 204LL Electronic Filing

Forms IT-204-LL with temporary ID numbers containing a dash now export without issue.

Estate & Gift (706/709) Product Updates

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Massachusetts

Form M-706 is updated for revisions posted by Massachusetts.