

CCH Access™ Tax
2017-4.3 Release Notes

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CCH Access™
At the Center of the Firm in Motion

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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 2017-4.3

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Tax Updates

Section 965

The following state programs were modified to reflect treatment of IRS Section 965 income:

Individual	Partnership	Corporation	S Corporation	Fiduciary
Minnesota	Indiana	Alabama	Indiana	Indiana
	Maine	Idaho	Maine	Minnesota
	Michigan	Indiana	Michigan	North Carolina
	Minnesota	Michigan	Minnesota	North Dakota
	New York	Minnesota	New York	New York
	Rhode Island	New York	New York City	
	Utah	New York City	Utah	
		Oregon		
		Rhode Island		
		Utah		
		Vermont		

Individual

Scans are now available for tax years 2014, 2015, 2016 and 2017 to identify when bond premiums have been allocated to New York taxable municipal interest. Previously, the net amount carried to the New York return. The program now reports the gross municipal interest as an addition and the bond premium as an itemized deduction.

Individual, Partnership, Corporation, S Corporation and Fiduciary

Form 8904, Credit for Oil and Gas Production From Marginal Wells. The IRS posted Notice 2018-52 that updates the credit amount for qualified natural gas production for tax years beginning in 2017 from \$0.14 to \$0.51. A draft version of Form 8904 was also recently posted that reflects the new credit rate. The draft version of the form, and a program update reflecting the credit increase, is available on this release. A diagnostic will be produced when the return is calculated on this release (and data has been entered) alerting you to change. Since this change is retroactive to January 1, 2017, an amended return can be considered if there is substantial change in the amount of the credit.

Individual and Fiduciary

Section 965(a) income is now included on Form 8960, Net Investment Income Tax, to the extent a Section 1.1411-10(g) election is made.

Partnership and S Corporation

Section 199A calculation. Fiscal year returns may have some components that are applicable to an individual or trust calculation of Section 199A deduction on the 2018 return. We are not making any change for 2017 fiscal year returns, but there will be a diagnostic issued for any fiscal year return. The diagnostic

will alert you that some components and amounts may be applicable for pass-through to 1040 and 1041 returns.

Corporation and S corporation

Philadelphia. Guidance was issued from Philadelphia on July 6, 2018, concerning the treatment of depreciation for 100% bonus assets. Philadelphia Forms BIRT and BIRT-EZ are updated to allow a subtraction for the MACRS depreciation deduction for assets taking 100% bonus depreciation on the Federal return. Returns that were already filed may be amended.

S Corporation

New York City Banking Combined. Form NYC-1A, Combined Tax Return For Banking Corporations is now available for processing. Input to generate this return can be found at New York City Worksheet View > New York City Banking > Combined.

CCH Axcess™ Financial Prep

[CCH Axcess™ Financial Prep](#) is now available to simplify preparation of balances for business tax returns.

Tax Product Updates

Individual (1040) Product Updates

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Federal

Form 2210. Line 3 does not include any refundable credit from Form 1040, Line 73, that represents the future installment payments from Section 965.

A new field was added to reflect Section 965 payments. Foreign worksheet, Section 965 Transition Tax Statement section, Section 965 tax paid with extension field is available to reduce the amount due on the Form 965 1040-V. This payment does not carry to Form 1040; any extension payment made toward the 965 tax should be entered as an extension payment to impact Form 1040.

Form 1040-V. Form 1040-V prints when requested in an amended return where the original return had an overpayment and the amended return has a balance due.

Form 8965. When an individual has coverage for some months and information is entered indicating that the premiums for the other months were affordable, the individual is only reported once on Form 8965, Worksheet A.

Form 926. Totals are calculated separately for each Form 926 entity.

S Corp Basis Limitation Worksheet. Medical payments paid on behalf of a 2% shareholder basis carryover amount only carries once to the S Corporation Basis Limitation Worksheet, Line 7.

Indiana

Form IT 1040NPR. The county of residence will differentiate between Ohio "State" and Ohio "County."

Michigan

Input overrides for amount paid on the original return or refund on the original return now also carry to MI-1040, Line 31c.

Ohio RITA Electronic Filing

When Form 37, Schedule P, has multiple non-Ohio cities with the same tax rate, the cities are now combined under a single column for that tax rate.

Tennessee

As of May 29, 2018, Tennessee account numbers contain a leading "0" or "1" and the tenth digit prints on Form FAE 170. Electronic filing has included the new account number format since May 29, 2018.

The check box for "Taxpayer has filed for federal extension" on Form FAE 170 populates when input is present to indicate federal extension is filed.

The website address for Tennessee Department of Revenue is now https://tntap.tn.gov/eservices/_/.

Partnership (1065) Product Updates

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Federal

Form 926. Lines 10 through 16 are now skipped when Line 9 is "yes." Line 10 defaults to "no" when Line 9 is "no." A government form override can change Line 10 to "yes." Lines 21b and 21c are now skipped when Line 21 is "no."

The Partner's Schedule K-1, Line 20Y, Net investment income line, can now be overridden using [Federal > Partners > Schedule K-1 overrides > Federal/State Schedule K-1 overrides](#).

Colorado

Form DR 106CR now prints when any credit is input on the CO Credits worksheet ([Colorado Credits > Other Credits - Form 106CR](#)) excluding the Gross conservation easement credit, which carries directly to Form DR 106.

Connecticut

CT Supplemental Attachment Pg. 2, Part IV, presentation of profit and loss, has been corrected.

Indiana

Indiana has added Addback/deduction code 139 for Section 965 deductions. The amount of 965 deduction will be carried from the federal return, and can be overridden using IN input. This amount can be specially allocated using federal code 5214 or IN code 16937.

Maine

The Maine K-1 equivalent now reports partner's share of 965(a) income and/or 965(c) deductions onto a statement behind each partner's K-1.

Minnesota

Due to Federal changes for auto depreciation limits, updates were made to the calculation of the adjustment on Minnesota forms KPI and KPC, including the addition of a white paper statement for auto depreciation differences due to TCJA.

The Section 965 Transition Statement will be included with the printed Minnesota return or attached as a PDF in the electronic file.

New York

A copy of the IRC 965 Tax Statement will now be attached as a PDF to the New York return.

New York IT-204-CP, Line 56, now only picks up other deductions once when the federal statements have been suppressed on [Partners > General Options > Schedule K-1 Print Options > Suppress Schedule K-1 statements](#).

New York IT-204 Worksheet, Line 6, now includes the adjustment from Form 8949.

New York IT-606, Schedule Q, Part 2, now prints all capital investments certified in IZs.

Ohio

Special allocation code 37255 now allocates taxable income for IT 4708 filers correctly.

Rhode Island

A statement will be generated when 965(a) income and/or 965(c) deductions are included on RI-1120C, Line 1. The Transition Tax Statement, attached as a required PDF for the federal return, will be included with the RI electronic file. The RI Schedule 965 must be attached as an optional PDF.

Utah

Schedule K, Partner's Distribution Share Items, now includes Section 965(a) income and/or 965(c) deductions, Lines 12 Other income (loss) and 16 Other deductions.

Virginia

The EFIN number on Form VA-8879P now fills correctly when entered on Electronic Filing > Electronic Return Originator - Overrides > Electronic Filing Identification Number (EFIN).

Corporation (1120) Product Updates

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Federal

Form 926. Totals are calculated separately for each Form 926 entity.

Alabama

Federal Income Tax Deduction Worksheet IRC Section 965 was installed for Alabama when Section 965 Transition Tax is included in the Federal return.

Arkansas

The gain from sales reported on AR1100CT, Page 1, Line 13, no longer doubles the difference between the federal and state amounts.

California Combined

The California combined program was updated to recognize extension payments made at the subsidiary level when the extension payment was calculated by the system instead of direct input by the preparer.

District of Columbia

The overall apportionment percentage calculation is now correct for financial filers with a zero amount in DC payroll and an amount in everywhere payroll.

Hawaii

The Form N-30 contributions calculation statement is now using 0% apportionment when present.

Supporting statements now show "Hawaii" in place of "Hawaiian" for gain / loss adjustments.

Indiana

Indiana has added Addback/deduction code 138 for Section 965 income. The amount of 965 income will be carried from the federal return, and can be overridden using IN input.

Louisiana

Charitable Contributions now appear once on Schedule E, Line 5c, for 1120-REIT returns.

Maine

Revised Maine instructions indicate the new 2017 Additional Worksheet should be used to report certain "Other" Modifications to Maine Income Related to Federal Tax Law Changes After December 31, 2016, as either a subtraction or addition.

Michigan

The State of Michigan has issued guidance related to Section 965 for corporate tax and business tax purposes. CIT Form 4891, Line 12, and MBT Form 4567, Line 28, have been adjusted to include this Section

965 income. The Section 965 income is then backed out as a dividend subtraction on CIT Form 4891, Line 28, and MBT Form 4567, Line 38.

Minnesota

Due to Federal changes for auto depreciation limits, updates were made to the calculation of M4I, Lines 2g and 2k, including the addition of a white paper statement for auto depreciation differences due to TCJA.

Section 965 Transition Statement is included with the printed Minnesota return or attached as a PDF in the electronic file. Section 965 subtraction adjustment was added to Form M4I when the Federal return is an 1120-REIT.

New York City

New York State, New York City for regular and combined tax were updated for Section 965 adjustments. New York City may be subject to future changes when they release instructions.

Oregon

Form OR-20 does not check the box for IC-DISC if the IC-DISC was incorporated after 01/01/2014.

Form OR-REPAT-CR, Repatriation Credit, was added to provide a credit for tax associated with 965(a) income.

Pennsylvania

Pennsylvania recently released Form REV-1834 Schedule C-8 and C-9 to be used in the calculation of depreciation adjustments. This new form replaces REV-799 and is to be used for any return currently being filed (extended returns, fiscal returns, and amended returns). If assets are entered in Income/Deductions > Business > Other depreciation, then the form will calculate. However, if depreciation is entered using Totals (Income/Deductions > Business > Other depreciation > Totals tab), then entries on Pennsylvania > Income /Deductions > Other adjustments > REV-1834 are necessary to calculate the form.

Philadelphia

Guidance was received from Philadelphia on July 6, 2018. concerning the treatment of depreciation for 100% bonus assets. Returns that were already filed may be amended. Philadelphia Forms BIRT and BIRT-EZ are updated to allow a subtraction for the MACRS depreciation deduction for assets taking 100% bonus depreciation on the Federal return.

Rhode Island

A statement will be generated when 965(a) income and/or 965(c) deductions are included on RI-1120C, Line 1. The Transition Tax Statement, attached as a required PDF for the federal return, will be included with the RI electronic file. The RI Schedule 965 must be attached as an optional PDF.

Elimination entries are allowed for the Combined return and 1120C, PG 4, Schedule D, Lines 2a-3b, will reflect the combined totals.

RI-1120C, Page 4, Sch D, Line 1c, produces a statement when there are more than 11 states entered.

The due dates for the 3rd and 4th quarter payments of BUS-EST is the 15th day of the 9th and 12th months after the year end for fiscal year returns.

Utah

A new Form TC-20R, Tax on Deferred Foreign Income, was added to report Section 965(a) income and/or 965(c) deductions.

Vermont

Vermont CO-411, Line 1, now includes an adjustment for Section 965 income minus Section 965 deductions and a copy of the Section 965 Transition Tax Statement will print with the Vermont return when Section 965 information is present.

S Corporation (1120S) Product Updates

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Federal

Form 926. Lines 10 through 16 are now skipped when Line 9 is "yes." Line 10 defaults to "no" when Line 9 is "no." A government form override can change Line 10 to "yes." Lines 21b and 21c are now skipped when Line 21 is "no."

Special allocation code 5649 can now be used to allocate Section 1256 contracts and straddles from passthrough entities on schedule activities.

Illinois

Form IL Schedule K-1-P now includes Section 965 deductions if other deductions are included on the Federal Schedule K.

Indiana

Indiana has added Addback/deduction code 139 for Section 965 deductions. The amount of 965 deduction will be carried from the federal return, and can be overridden using IN input. This amount can be specially allocated using federal code 5214 or IN code 16937.

Maine

The Maine K-1 equivalent now reports partner's share of 965(a) income and/or 965(c) deductions onto a statement behind each partner's K-1.

Minnesota

Due to Federal changes for auto depreciation limits, updates were made to the calculation of the adjustment on Minnesota Schedule KS, including the addition of a white paper statement for auto depreciation differences due to TCJA.

The Section 965 Transition Statement will be included with the printed Minnesota return or attached as a PDF in the electronic file.

New York

New York City Banking Combined. Form NYC-1A, Combined Tax Return For Banking Corporations is now available for processing. Input to generate this return can be found at New York City > New York City Banking > Combined.

New York State Form CT-3 was updated for Section 965 adjustments.

Ohio

The Form IT 4708 change of address field can now be overridden to differ from Federal Form 1120S, Line H (3), using State and City Common Data > General Information > Name and/or Address Change (override).

Form IT 4708, Page 2, Line 14, no longer picks up other states' payments entered on Payments/Penalties > State Tax Payments > Detail > Other Extension Payments.

Oregon

OR Sch K-1, Lines 15 and 18 (other additions and other subtractions), now multiply by the full owner's share percentage (4 decimal places 99.9999%).

Schedule K-1, Line 11, Other Income, now pulls the Federal Schedule K-1, Line 10, with a code E when a federal override is used.

Philadelphia

Guidance was received from Philadelphia on July 6, 2018. concerning the treatment of depreciation for 100% bonus assets. Returns that were already filed may be amended. Philadelphia Forms BIRT and BIRT-EZ are updated to allow a subtraction for the MACRS depreciation deduction for assets taking 100% bonus depreciation on the Federal return.

Utah

Schedule K, Shareholder's Pro Rata Share Items, now include Section 965(a) income and/or 965(c) deductions, Lines 11 Other income (loss) and 17 Other deductions.

Fiduciary (1041) Product Updates

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Maine

Revised Maine instructions indicate the new 2017 Additional Worksheet should be used to calculate and report certain “Other” Modifications to Maine Income Related to Federal Tax Law Changes After December 31, 2016, as either a subtraction or addition.

- A subtraction should be entered on Maine > Income/Deductions > Deductions from Federal Taxable Income > Other Subtractions.
- An addition should be entered on Maine > Income/Deductions > Additions to Federal Taxable Income > Other Additions.

Estate & Gift (706/709) Product Updates

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Connecticut

Late payment penalty and interest detail statements were added to Form CT-706/709.

Illinois

The following final Illinois forms are available for dates of death in 2018:

- Form 700
- Form 700-EXT

Massachusetts

An Amounts Passing to Beneficiaries worksheet is available detailing July 1999 Federal Form 706, Part 4, Line 5, amounts to beneficiaries.

Minnesota

The following preliminary Minnesota form is available for dates of death in 2018:

- Form M706

Exempt Organization (990) Product Updates

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Federal

Form 926. Lines 10 through 16 are now skipped when Line 9 is "yes." Line 10 defaults to "no" when Line 9 is "no." A government form override can change Line 10 to "yes." Lines 21b and 21c are now skipped when Line 21 is "no."

Employee Benefit Plan (5500) Product Updates

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Federal

Signature dates on Form 5500 now update when input changes the service provider option.