

CCH Access™ Tax
2018-3.1 Release Notes

March 17, 2019



CCH Access™
At the Center of the Firm in Motion

Contact and Support Information	2
Information in Tax Release Notes	3
Highlights for Release 2018-3.1	4
2018 Tax Updates	4
2018 Electronic Filing Updates	4
Tax Product Updates	5
Individual (1040) Product Updates	5
Partnership (1065) Product Updates	10
Corporation (1120) Product Updates	12
S Corporation (1120S) Product Updates	14
Fiduciary (1041) Product Updates	16
Estate & Gift (706/709) Product Updates	18
Exempt Organization (990) Product Updates	19

Contact and Support Information

[Return to Table of Contents.](#)

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

In addition to product and account information, the Customer Support site offers answers to our most frequently asked questions, forms release status, Knowledge Base articles, training videos, and operating systems compatibility for each CCH Access™ module. Access to these features is available 24/7.

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

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

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

Information in Tax Release Notes

[Return to Table of Contents.](#)

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

Information provided in the Release Notes include the following:

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

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

Highlights for Release 2018-3.1

Return to [Table of Contents](#).

2018 Tax Updates

Detailed information about the tax updates is available in our Knowledge Base. See the [Hot Topics](#) page on the CCH Access Tax Support site for links to articles that can help you apply these updates.

Tax Equalization Forms

The following new Tax Equalization Forms are available:

- Form 461
- Form 461 AMT
- Form 8992

2018 Electronic Filing Updates

Approved Products Available on this Release

The following federal and state products are approved and available on this release:

Partnership

Ohio Municipal Net Profits Tax

Corporation

Connecticut Combined

Ohio Municipal Net Profits Tax

Vermont Consolidated

West Virginia

S Corporation

Ohio Municipal Net Profits Tax

Fiduciary

Michigan

Tax Product Updates

Individual (1040) Product Updates

Return to [Table of Contents](#).

Federal

Form 1040ES. Form 1040ES, Line 5 calculation will match that of Form 6251 for a dependent of another return between the ages of 18 and 24.

Form 6251. If Form 1040NR, Page 3, Line 1b is less than Line 1a and itemized deductions are being used, Form 6251, Line 2a equals Form 1040NR, Page 3, Line 1b.

Form 8867. Line 11 defaults to "YES" for manually created Forms 8867.

Form 8962. Line 1 of the Step 3 worksheet correctly reflects the premiums when multiple IRS 1095-A's are present in the return and all are associated with different businesses/farms/K-1's on the first calculation but later at least two 1095-A's are associated with the same business/farm/K-1.

Partnership passthroughs that have been coded other than "P" now flow to Page 3 of Form 8990.

Pensions and Annuities. Pension or IRA distributions with a distribution code of "M1" or "1M" will automatically calculate the early distribution penalty on Form 5329.

QBID Worksheet

- If Qualified Business Income After Deductions Worksheet, Line 2b is less than Line 2a due to Schedule SE, Line 1b containing an amount, Line 2e of the worksheet will be 100% of Line 2d.
- The SE Health Insurance deduction calculation and presentation on the QBID Deductions Worksheet has been updated to better account for Form 1095-A.

Schedule C-EZ. The other expenses statement on line 2 will now show the "Meals and entertainment" category as only "Meals."

Schedule D. The capital loss carryover calculation and statement will begin with taxable income after the qualified business income deduction.

Schedule E, Page 2. When the Business Use of Home is associated with a K-1 passthrough, the state gain/loss for the activity is not overstated.

Tax Equalization Form 1040. Line 9 will include the qualified business deduction for hypothetical purposes when applicable.

Tax Equalization. The credit limitation on Form 8880, Line 11 calculates using the hypothetical foreign tax credit.

Form 3115

The Schedule E statement now includes 7g and 7h when the input is present.

Arizona

Input is available for contributions made before August 27, 2018 for credits 321, 322, 323, 340, 348 and 352. This input will be used for the calculation of Arizona itemized deductions.

California

Form 3805P, Line 5 now includes S coded entries from IRS 1099-Q.

Connecticut

Entries on CT Income/Deductions > Subtractions > Subtractions remain as subtractions rather than moving to additions upon calculating.

Delaware

State income tax calculations reflect Delaware Department of Revenue guidance issued on February 26, 2019.

District of Columbia

Schedule S, Calculation J, Line F allows the additional standard deduction for taxpayers over the age of 65.

Hawaii

Form N-11, Line 21c includes appropriate limited mortgage interest.

Idaho

Tax rates are now correct for Married Filing Jointly returns with taxable income between \$15,038 and \$22,558 and for Single returns with taxable income between \$7,519 and \$11,279.

The Long term care insurance limit does not apply when the Schedule A is not used.

Illinois

Schedule 1299-C, Page 3 is produced even when only carryover credits are present.

Indiana

Indiana add-back schedules 1 and B do not allow negative entries for add-back code 137.

Indiana returns that have a non-Indiana home state, an Indiana county of residence, and a blank Indiana residency code will prepare Section 1 of CT-40PNR by default instead of Section 2.

Schedule IN-DEP considers additional dependent exemption eligibility for dependents that have been coded O for Other dependents. Schedule IN-DEP also will consider FS/State coding instead of including all dependents.

Iowa

Schedule A, Line 21 picks up all expenses subject to 2%.

Form 2106 and 2106S now calculate correctly when employee business expenses have been entered for the taxpayer and spouse on Married Filing Separately on combined return.

Maine

The standard/itemized deduction allows calculation of a zero amount when over the threshold on Line 17 of the 1040ME.

Massachusetts

Schedule Y

- Line 5, Moving Expenses fills from federal input regardless of Military indicator. If state use amounts are entered, they are treated as overrides on the Moving Expenses Deduction white paper statement.
- Line 9 picks up certain business deductions from the federal return.

Michigan

Form MI-461, Line 5 is limited to \$250,000 for single or married filing separate returns or \$500,000 for joint returns.

Minnesota

Schedule M1NC, Line 14 no longer doubles the amounts from Schedules K-1.

Schedule M1WFC, Line 2 now includes overrides for additions/subtractions from Schedule M1NC.

Social security worksheet, Line 18 now reflects results from Schedule M1NC.

The exemption calculation properly reflects dependents of another.

Schedule M1LTI, Line 2 pulls from Schedule M1SA when federal Schedule A isn't present in return.

Schedule M1M, Line 37 social security subtraction worksheet calculations reflect current year calculations.

Missouri

The field for Preparer address on the MO 1040 has been lengthened to accommodate longer addresses.

The "deceased in 2018" box now checks only when the date of death occurred during 2018.

Montana

Form 2, Page 4, MSA Schedule, Line 4 is limited to Line 2 plus Line 3.

Form 2, Page 8, Line 27 includes Line 15.

Net operating losses flow to Form 2, Page 4, Line 22.

Nebraska

Form NE 1040N. Line 94's local rate is 2.00% for Papillion (code 382) and Pawnee City (code 383).

NE 1040N, Line 15 does not add additional tax to the calculated NE tax for high income taxpayers filing Married Filing Jointly, Married Filing Separately, or Head of Household.

New York

Form IT-196, Line 18 equals the allowed contribution carryover from the federal return.

Tax calculation worksheets only print if required.

North Carolina

Child tax credit from Form D-400 is not included on Form 478, Line 20.

NC Schedule S, Part C, Line 16 is limited to 10,000 MFJ/HOH/Single and 5,000 MFS.

Ohio

New fields added to OH > Income/Deductions > Schedule A override the Schedule A worksheet, Lines 1-5 and 7.

The Schedule CR Adoption Credit now allows \$10,000 per child.

Oklahoma

Credits on Form 511CR carry to Form 511NR, Line 23 and are limited to the amount of tax.

Oregon

Forms OR-ASC and OR-ASC-NP subtraction code 340, Federal business and health coverage credits is available.

Pensions and IRA's figured into credit for taxes paid will no longer double.

The statement for Form OR-40-N, Line 26 reflects the 2018 total income calculation for the allowable alimony adjustment.

Pennsylvania - Pennsylvania Cities

School district rate for PSD code 190603 is 1.5% making the combined city and school district rate 2%.

Rhode Island

Schedule M, Line 1v no longer includes Tier II railroad retirement income.

South Carolina

Line 5 of the state tax addback for itemized deductions is correctly limited to \$5,000 on Married Filing Separately returns.

Tennessee

Vouchers 250V and 253V are obsolete and are not mentioned in the transmittal letter.

Vermont

Form IN-113 properly displays the negative indicator on Line 10 when there is a loss.

The Return Summary correctly reflects the return.

West Virginia

Form IT-140 Sch M, Line 46, Column A limited to \$8,000 per form instructions.

IRA distributions only flow to Schedule A, Line 4.

Military wages for Nonresident returns flow to Form IT-140, Schedule M, Line 39.

West Virginia Electronic Filing

Form 8379 automatically is attached as a PDF when prepared.

Partnership (1065) Product Updates

[Return to Table of Contents.](#)

Federal

AMT will now calculate for assets placed in service between 1987 and 1998 when the original method was a MACRS method and changed to ADS.

Book depreciation for assets takes into account the mid-month convention.

Business interest expense ratio has been updated and will no longer round incorrectly.

Qualified trade or business income (Section 199A) now includes post-retirement benefits deduction.

Rental amortization will now be included in Line 11 when the rental is coded as trade or business.

The 8082 signature document will now be included when the 8082 is amended.

Updated the Schedule K-1 special allocation codes for recourse liabilities for use with overrides or calculated amounts from the Schedule L.

Worksheet 8990 > Section 1 > Line 14 line description has been updated.

Arizona

Form AZ 140NR reflects the correct personal exemption amount for a partner with a filing status of Single.

Arkansas

Depreciation adjustments that would factor into Form AR1050, Line 22, Column B will also factor into Form AR1050, Line 22, Column A.

The capital gain or loss adjustment for basis difference on Form AR1050, Schedule A, Line 4 will automatically calculate when there are basis differences in automatic sales. The input on Arkansas > Income/Deductions > Section 2 - Business Deductions > Line 25 will also flow to that line.

When Section 754 depreciation is present for Trade or Business assets, the 754 depreciation amount will subtract from the depreciation calculation on AR1050, Schedule A, Line 6.

Colorado

Special allocation code 7200 will now work with CO source income overrides entered on the Colorado Income/Deductions > Total CO source income - override or the Colorado Composite > Total Colorado source income of electing partners - override.

Connecticut

Form OP-424 letters will no longer generate when the form is suppressed.

Indiana

The county withholding rate is updated for Carroll, Cass, Dearborn, DeKalb, Floyd, Fulton, Hancock, Jennings, Vigo, and White counties.

If there is an amount of Excess Business Interest Expense coming from a Passthrough or Schedule K Deduction override on Income/Deductions > Schedule K - Income / Deductions Overrides > Schedule K Deductions Overrides > Excess Business Interest Expense, it will be deducted at the state level on the IT-65, Lines 2a - 2e, and will not be included in the calculation of income on the IT-65 worksheet.

Kentucky

Kentucky for 765 Schedule K, Line 11 will now include excess business interest expense.

Kentucky - Kentucky Cities

Kentucky Cities Form OL-S will now pick up Portfolio income and other income correctly for Schedule N, Line 10.

Lexington will no longer create a duplicate transmittal letter for the Form 228 and 228ENP in the Access product.

Louisiana

Other deductions from Form 1065, Line 20 will reference Line 20 in the description for the IT-565 Schedule K.

The override entered on Louisiana > Income/Deductions > Section 2 - Business Income > Cost of goods sold will override Line 2 of the IT-565 Schedule P and/or Schedule S.

New York

New York Form IT-204-IP, Line 16 will now include nondeductible expenses from rental activities.

North Carolina

Informational statement for Section 179 will print with the NC K-1.

Oklahoma

Form 501, Annual Information Return, and 500-B, Nonresident Member Income Tax Withheld (For Form 501). Transmittal letters, filing instructions, informational diagnostic, and informational message on forms will instruct the taxpayer that these forms must be filed on the OKTap website.

Tennessee

Form FAE 173 prints PTIN when entered.

Utah

Form TC-65, Utah Partnership/Limited Liability Partnership/Limited Liability Company Return. Line 10 (late payment penalty) will only calculate if there is tax due.

Corporation (1120) Product Updates

Return to [Table of Contents](#).

Federal

Form 5471, Pages 5 and 6 no longer print when dormant is selected.

QBI (Section 199A) Schedule is now suppressed, when the input is entered and subsequently removed from a section in Axxess.

Alaska

Form 6000, Dividends Received Deduction (DRD) Schedule L Lines 8d and 8e has revised rates, per state of Alaska, from 48% and 42% to 26.7% and 23.30% respectively.

Arizona

Arizona recognizes the 20 year NOL carryover periods starting 1/1/2012.

Illinois

Form IL-1120-X-V will no longer print if EFT is selected or the payment is above \$20,000.

Schedule 1299-D, Column J will now always be "0" if Column A is "0". It only prints if credits are produced for Step 2. It will now print in the combined return when Line 21 is "0" and credits are produced for Step 2.

Kentucky

Form 720, Page 4, Schedule L, Line 1 will now calculate when the code of "TOTAL" is used for apportionment of sales.

Maine

Schedule NOL will now work in worksheet view.

Massachusetts

Massachusetts has updated the alternative credit rate for the Research Credit. This change affects Schedule RC, Line 10.

Michigan - Michigan Cities

Form 5297, Line 53 will no longer calculate an amount that is greater than Line 52.

Missouri

When MO is the home state or dividends are entered with MO as the state, the payor information of the MO-C will be populated.

North Carolina

Form CD-405, Page 2, Schedule C, Line 8 apportionment percentage now shows zero if CD-405, Page 5, Schedule O apportionment percentage is zero.

Oregon

Refundable credits were added to the Oregon Combined Credit Workpaper as well as a statement for Carryforward credits.

S Corporation (1120S) Product Updates

[Return to Table of Contents.](#)

Federal

Floor plan financing interest will now be included in Line 8.

To correct W-2 wages and UBIA amounts on Schedule K-1, Line 17 with codes W and X on a previously run return with those amounts, you can either use overrides on Income/Deductions > Qualified Business Income (Section 199A) > Total Overrides and Other Information > W-2 Wages override or Unadjusted basis of assets not fully depreciated, or enter zeros in the above fields, calculate and then remove the overrides.

A new section 199A statement has been added to Schedule K-1 to show qualified business income and other information for each activity. To suppress the statement use the input located under Return Options > Processing Options > K-1 Sec. 199A items (17V- 17Z).

Georgia Electronic Filing

Direct debit/deposit report reflects GA banking information when entered.

Idaho

Idaho Income Tax Payment Voucher now reflects 2018 in the scanline.

Illinois Electronic Filing

Net Operating Losses originated between 2003-11 and 2006-11 will no longer be allowed on Schedule NLD.

Kentucky

Composite return now calculates apportioned income when section 179 recapture is present in return.

Statement for Kentucky credits on Form NP-WH now properly displays "Inventory tax credit" when applicable.

Kentucky - Kentucky Cities

Form OL-S no longer truncates the social security number in the signing portion of the form.

Louisiana

Filing instructions for the CIFT-620 Extension have been updated when there is \$0 due.

Maine

Schedule K-1 other addition modifications for other state taxes deducted: the statement will match the line.

Massachusetts

Form M-2210 will only be included when the Composite is used and there is underpayment penalty.

Massachusetts has updated the alternative credit rate for the Research Credit. This change affects Schedule RC, Line 10.

Michigan

The MI 1041 ES will now show in the return in Axxess.

The MI 1041ES filing instructions now produce in Axxess.

Mississippi

When MS return is not marked composite and no franchise tax credits are entered (but income tax credits are entered), Form 84-401 will not print and disqualifying diagnostics related to tax credits will not issue for electronic filing.

Ohio

Input has been added to OH > Other Composite worksheet > Form IT 4708 Allocation of Nonbusiness Income for allocation of nonbusiness income that carries to IT 4708, Page 1, Lines 4 and 8.

The filing instructions for Form UPC IT 4708 P (Extension) voucher will now provide the complete address in Axxess.

Oklahoma

Form 501, Annual Information Return, and 500-B, Nonresident Member Income Tax Withheld (For Form 501). Transmittal letters, filing instructions, informational diagnostic, and informational message on forms will instruct the taxpayer that these forms must be filed on the OKTap website.

Oregon

Form OR-20-S, Page 3, Preparer Address description for the ZIP code has been updated.

Pennsylvania

Letters for the PA-40NRC have been updated when the Shareholder State Specific > Shareholder State Information has been used to include a shareholder in the PA-40 NRC composite return.

State Form 4562 now prints in Pennsylvania return copy.

Tennessee

Tennessee prior year installment input available on State Basic Data > Estimated Payments to indicate the exact amount of installment per quarter instead of being equally divided.

Texas

Fiscal 2017 1120S Form 05-158B, Line 23 will now look at the lower of Lines 19, 20, 21, and 22.

Wisconsin

The extension letters will reference the Wisconsin webpay option when the amount due requires mandatory electronic funds transfer.

Fiduciary (1041) Product Updates

[Return to Table of Contents.](#)

Federal

Form 4952, Line 4g will properly fill when the Deductions > Investment Interest Expense Deduction > ESBT field and Tax all net long-term capital gains and qualified dividends at the marginal tax rate field are checked.

Form ESBT. When charitable contribution is cash contribution 30% only, then ESBT Schedule D, Page 2, Line 21 (taxable income) now reports amount net of contribution.

QBID (Section 199A)

- Overrides for Rental Qualified Business Income entered on the Rent and Royalty > Qualified Business Income will now carry to QBID.
- QBID Summary, Line 4b will no longer include qualified dividends and capital gains that have been distributed to beneficiaries.
- When aggregating entities with overall losses, there will no longer be duplicate entities on the Net QBI form.
- When total depreciation is included in total QBI income, it will not be listed again as UBIA.

Form 7004 electronic funds withdrawal will occur on extension due date if other date is not entered.

Connecticut

Grantor Letters. Passthrough entity tax credit will flow to Connecticut resident and nonresident Grantor Letters when a passthrough entity tax credit is generated from Schedule CT-PE and return is a Grantor Trust.

Schedule B. State and local tax amounts included in Shares of Connecticut Fiduciary Adjustment on Schedule B will not exceed the amount of state and local taxes entered on CT-1041 Schedule A, Line 4.

Illinois

Illinois input entered in IL > Income/Deductions > section 5 no longer disappears on calculation.

Form IL-4562, Line 1 will not include any item that is completely depreciated.

IL-1041, Line 55 includes all amounts of Lines 54a through 54c.

Indiana

IN Schedule K-1, Part 3 amounts will flow from the Federal Schedule K-1 for resident beneficiaries.

Iowa

Iowa Schedule I, Line 2 will subtract Federal Tax Paid from Taxes on Iowa 1041, Page 2, Schedule D.

Michigan

Form MI-1041, Page 3, Schedule 2: Beneficiary Identification properly displays beneficiary identification numbers entered on Beneficiaries > Beneficiary Information > Beneficiary SSN / EIN.

Minnesota

Form M2NC, Line 25 includes 2% deductions entered for Minnesota.

Form M2, Page 3. None of the additions or subtractions will populate in a grantor type trust.

Form MKF, 7a through 7c will include amounts unless they are from a sale of a Passthrough Entity.

New York

Resident status boxes on IT-205, Page 3, Schedule C will check as appropriate for grantor trusts.

The New York Grantor Letter will now show expenses subject to 2% limitation since they are allowed at the 1040 level.

Vermont

Form FIT-162, Lines 13a, 13b and 13c now carry the applicable net adjusted capital gains from the sale of assets if entries are coded to Vermont and Federal for non-resident returns.

Wisconsin

Form 2WD, Line 28 calculates the smaller of the loss on Line 18, \$500, or Wisconsin ordinary income and no longer includes the exemption amount on Federal Form 1041.

Estate & Gift (706/709) Product Updates

Return to [Table of Contents](#).

Massachusetts

The following form is updated for revisions posted by Massachusetts: Form M-4768

Exempt Organization (990) Product Updates

Return to [Table of Contents](#).

Georgia

Georgia Form 600-T, Line 1 now shows the correct amount from the Federal Form 990-T for unrelated business income.

Pennsylvania

BCO-10 filing instructions no longer calculate the annual fee when BCO-10 question 20 is answered "Yes".
Form BCO-10 diagnostics 35914, 35915, 35916, 35917 and 35918 have been updated to reflect the correct contribution amounts.