

CCH Access™ Tax  
2019-2.6  
Release Notes

February 16, 2020



**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 open a Support case or chat with a representative 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, 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 2019-2.6

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### Tax Updates

#### Corporation, S Corporation, Partnership

The input method for deferring current year capital gains by investing in Qualified Opportunity Funds has been modified, The amount that is deferred now must be entered as a separate entry (separate from the current year gains entry) on Federal > Income/Deductions > Sch D / 4797 / 4684-Gains and losses > deferred amount under "Adjustment or Cost of Replacement" and code Q under "Schedule D Options." Code Q no longer needs to be entered with the current year gain entry. This will create 2 lines on Form 8949, one line for the gain and another line for the deferred adjustment.

#### Partnership

**New York** - If the partner is a disregarded entity, the partner's name and identifying number on the New York IT-204-IP and New York IT-204-CP will use Federal Schedule K-1 Item H2 to populate these fields.

New York Form IT-204-IP, Item F, and Form IT-204-CP, Item E, will now use the partner's TIN from the Federal Schedule K-1, Item E. This information can be overridden using Common State > Generic State Schedule K-1 information > Generic Partner Input > State use.

#### Fiduciary

Update Pro Forma is available for Form 461 carryovers.

### Electronic Filing Updates

#### Approved Products Available on this Release

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

##### Individual

Texas  
Texas Extensions

##### Corporation

Alabama	Florida	New York City Consolidated
Alabama CPT	Florida Consolidated	Texas
Alaska	Florida Extension	Texas Combined
Alaska Consolidated	Georgia	Texas Extension

##### S Corporation

Alaska	Florida Extension	Texas Extension
Florida	Texas	

## Partnership

Alaska  
Arizona  
Arizona Extension

Georgia  
Louisiana  
Texas

Texas Extension

## Fiduciary

Alabama  
Texas

Texas Extension

## Batch Electronic Filing of Extensions

Batch electronic filing of extensions is available on this release for the taxing authorities listed below.

To process your e-file extensions, go to [Batch Manager](#) > [New Job](#) > [Electronic Filing](#) > [Extensions](#).

## Corporation

New York City

## S Corporation

New York City

## Partnership

New York City

## Tax Product Updates

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### Individual (1040) Product Updates

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#### Federal

Form 8995. Form 8995 current year income and 2018 carryovers allowed present correctly when a 2017 and 2018 passive loss carryover is present for a rental property with current year income, 2017 passive loss fully allowed and 2018 passive loss not fully allowed.

#### Connecticut

Updated threshold for Social Security Benefits adjustment worksheet on CT-1040, Line 41 and CT-1040NRPY, Line 43 to \$75,000 for single and MFS; \$100,000 for all other filing status.

#### Minnesota

Form M1M, Line 39, Social Security Subtraction is not using an updated version of the worksheet in the calculation. With recent Minnesota law updates, there are 2 worksheets and one of them must be used if an amount exists on Federal 1040, Line 5b. If Schedule M1NC exists in the return, the calculation should use the worksheet on the last page of M1NC instructions and if not, should use the worksheet in the Schedule M1M instructions for Line 39.

#### New Hampshire Electronic Filing

New Hampshire DP-10 and Sole Proprietor BT-Summary returns have been updated to schema version 2019V1.1.

#### North Dakota

Starting with tax year 2019, North Dakota is allowing taxpayers to deduct the taxable portion of their Social Security Benefits (from Form 1040, Line 5b) if their Federal Adjusted Gross Income is \$50,000 or less (or \$100,000 or less if married filing jointly). Beginning with this release, it will automatically carry the taxable portion of any Social Security Benefits to Form ND1, Line 15. To override this value use North Dakota > Income / Deductions > Subtractions > Social security benefit exclusion field.

#### Ohio - Ohio Cities

Ohio Cities. Net operating losses originating after 2016 will be limited to the lesser of 50% of the NOL carryover or 50% of the current year income. The losses will be applied fully to the earliest year and then to subsequent years.

#### Oregon

Form OR-40, Line 34 supporting statement, Line 6 percentage extended to five decimal places to better match instructions and calculate the credit more specifically.

The mailing address for Form OR-40-V Income Tax Payment Voucher is now PO Box 14950, Salem, OR 97309-0950 instead of PO Box 14720.

The political contribution credit thresholds now use tax year 2020 amounts rather than tax year 2019 amounts. Standard and refundable credits code 809 flows to Form OR-40, Line 24.

### Pennsylvania - Pennsylvania Cities

Updated resident tax rate to 2% for PSD 190607 (Ralpho Twp/Southern Columbia Area School District).

### Tennessee

The description for Other > Limited Liability Company > Recapture of Credit from recapture worksheet has been changed to reference "Part 2, Line 17".

## Corporation (1120) Product Updates

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### Federal

Form 3468, Page 2, Line 12L is now calculated with correct amount.

Schedules L, M-1 and M-2 will print if gross receipts are more than \$250,000 even when assets are less than \$250,000 per Schedule K, Question 14.

The input method for deferring current year capital gains by investing in Qualified Opportunity Funds has been changed. The amount that is deferred will now need to be entered as a separate entry (separate from the current year gains entry) on Income/Deductions > Sch D / 4797 / 4684-Gains and losses > deferred amount under "Adjustment or Cost of Replacement" and code Q under "Schedule D Options". Code Q no longer needs to be entered with the current year gain entry. This will create 2 lines on Form 8949, one line for the gain and another line for the deferred adjustment.

### Arizona

Form 120, Schedule B, Line B1, Arizona depreciation subtraction reflects the correct amount when depreciation is present.

### Hawaii

When a Hawaii Extension is processed with no balance due and extension letters are requested, an extension letter will be generated indicating that no action is required on part of the taxpayer.

### Maine

Form 2220, first quarter estimated due date changed to 04/17/2019 for calendar year filers and Line 6a Column B will show up accordingly.



# S Corporation (1120S) Product Updates

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## Federal

### Schedule K-1

- The Section 199A statement will not print if there is no information present.
- The statement showing adjusted taxable income, business interest income, and business interest expense when the entity is exempt from 163(j) will include all relevant amounts when Form 8990 is not produced.

The input method for deferring current year capital gains by investing in Qualified Opportunity Funds has been changed. The amount that is deferred will now need to be entered as a separate entry (separate from the current year gains entry) on Income/Deductions > Sch D / 4797 / 4684-Gains and losses > deferred amount under "Adjustment or Cost of Replacement" and code Q under "Schedule D Options". Code Q no longer needs to be entered with the current year gain entry. This will create 2 lines on Form 8949, one line for the gain and another line for the deferred adjustment.

## Connecticut Electronic Filing

Schedule CT-NR will now be included in electronic filing.

## Indiana

Disqualifying diagnostic 48369 will only issue when the apportionment on IT-20S, Line 4 is 0 or 100% and Line 10 does not equal Line 7 plus Line 8.

The addback for excess business interest expense will include only the amount disallowed in the current year.

When passthrough credit is entered for Enterprise Zone Employment Expense the amount of credit will allocate to the Schedule K-1 Sch-EZ will continue to print.

## Oklahoma

Form 587-PTE, Part 1 and Part 2, Line 17 will now include the total of all members from the Supplemental Schedule (the amount on Form 587-PTE, Line 16).

Letters and Filing instructions will now show correct refund or balance due when a PTE election is made.

## Pennsylvania

PA 20S, Page 2, Section VII, Line 1 is Y if there is a domestic passthrough input in the return.

## Partnership (1065) Product Updates

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### Federal

Form 8997, Part II, Columns B and C will now pull the correct information from the capital gains input.

The input method for deferring current year capital gains by investing in Qualified Opportunity Funds has been changed. The amount that is deferred will now need to be entered as a separate entry (separate from the current year gains entry) on Income/Deductions > Sch D / 4797 / 4684-Gains and losses > deferred amount under "Adjustment or Cost of Replacement" and code Q under "Schedule D Options". Code Q no longer needs to be entered with the current year gain entry. This will create 2 lines on Form 8949, one line for the gain and another line for the deferred adjustment.

The paragraph referencing Notice 2019-7 will not be included in the transmittal letters and filing instructions.

Worksheet A, Lines 8 - 10 will no longer double when using the special allocation codes.

### Michigan - Michigan Cities

Form CF-1065, Schedule B, Line 5 will no longer include Unrecaptured Section 1250 gain.

### Montana Electronic Filing

Diagnostic 60668 no longer issues if Schedule IV, Part II shows zeroes for Lines 14 and 20 of Form PTE.

### New York

If the partner is a disregarded entity, the partner's name and identifying number on the New York IT-204-IP and New York IT-204-CP will pull from the Federal Schedule K-1, item H2. New York Form IT-204-IP, item F and Form IT-204-CP, item E will now pull the partner's TIN from the Federal Schedule K-1, item E. This information can be overridden using Common State > Generic State Schedule K-1 information > Generic Partner Input > State use.

### Ohio

Form IT 4708 will no longer calculate an extension payment not shown on the voucher when the original due date is after the federal extended due date.

### Oklahoma

Estimated payments made for returns for which a Pass-through Entity Election has been made will be credited on Form 514, Page 1, Line 5.

### Wisconsin

Form 1CNP, Page 2, Column H will now include guaranteed payments in the calculation when the filing status is entered in Column (G).

Section 743(b) adjustments will now carry to Schedules 3K-1 and Form 3-ET, other Income/Deductions lines.

## Fiduciary (1041) Product Updates

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### Federal

Alternate Filing Instructions. When direct debit is requested for other forms, the date of withdrawal will appear in the letters instead of the current date.

Access Transmittal Letter. The federal transmittal letter template will be used when the option to print separate federal and state transmittal letters has been selected and there are no states with transmittal letters in the return.

Form 1041. Question 11b will now be left blank when question 11a is answered no.

Schedule K-1. Schedule K-1, Line 11, Code A will no longer use disallowed NOL amounts to calculate the excess deductions.

### Iowa

Other adjustments entered in the Iowa adjustments section will be included in distributions.

### Maryland

Form 504, Page 3 Fiduciary signature now prints the correct date when requested.

### Pennsylvania

Form PA-41, Schedule E, Line 22 now deducts amortization amounts correctly.

### Virginia

The Federal Form 7004 will print in the VA copy only when requested on Extensions, Automatic Extension, Initial Extension, Copy of Federal.

## Estate & Gift (706/709) Product Updates

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### Federal

Form 706 statements print in all copies of the return, including the government copy.