

CCH Access™ Tax  
2019-3.4.2  
Release Notes

May 10, 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 2019-3.4.2

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### Tax Updates

#### All Systems

Changes relating to CARES Act legislation and due date extensions are included in this release.

#### Corporation

New Jersey Form BFC-1 is available for processing.

#### Fiduciary

New York ESBT returns having ESBT income that met the threshold requiring the use of tax calculation worksheets on page 10/11 of the Form IT-205 instructions are understating the ESBT tax liability. These returns are incorrectly using the base tax rate schedule for calculations. New York has begun issuing deficiency notices for such returns dating back to tax year 2016.

- Changes for tax years 2019 and 2018 are available with the current releases (2019-3.4.2 and 2018-5.9).
- The 2017 change will be available in release 2017-6.3 on May 17, 2020.
- To address the issue in returns for which an updated release is not yet available or on a 2016 return, use form level overrides. Scans will be available to identify potentially impacted returns.

### Electronic Filing Updates

The following are available on this release:

#### Corporation

New Jersey CBT-100 Amended

#### S Corporation

New Jersey CBT-100 Amended

New Jersey CBT-100S Amended

# Tax Product Updates

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## Individual (1040) Product Updates

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### Federal

Form 5405. Schedule 2, Line 7b is filled when only the spouse has a first-time home buyer repayment amount.

Form 6251. A sale of section 1202 stock, coded as only applying to regular tax or AMT, is only included on Form 6251, Line 2k and not included in Line 3.

Tax projector. No additional tax will calculate for a minimum required distribution.

Transmittal letter and filing instructions now properly report Form 965 installment payment information for both current year inclusions and prior year inclusions.

### Arizona

Charity code 22163 for First Place has been added for Form 321.

Credit code 17326 for Umbrella Foster Care Charities was added to the credit form 352 and credit code 20726 for Umbrella Charitable Organizations was added on the credit form 321.

### District of Columbia

DC forms now display a foreign address.

### Maine

The Maine first quarter estimate payments originally due June 15, 2020 are now due July 15, 2020.

### Maryland

CARES Act. Form 461 adjustment will no longer calculate on the nonresident Maryland return.

### Missouri

Missouri conforms with federal changes regarding 461 income provisions from the CARES Act. 461 adjustments will no longer be included in Missouri AGI, and 461 income/losses will no longer be included in Missouri nonresident income.

### Montana

Tier I railroad retirement benefits are included in the subtraction on Page 5, Line 37 and are limited to the amount of taxable social security.

### Nebraska

Cares Act Update: Nebraska will no longer include 461 information in its calculation of income. Section 461 NOLs will also affect Nebraska Income.

## New Mexico

New Mexico conforms with federal reactions regarding 461 income provisions from the CARES Act. Section 461 income will no longer be included in federal AGI used to calculate New Mexico taxable income.

## Ohio

Diagnostic 38953 no longer issues. The joint business income from Sch C, E, F, 4835 or passthrough entity coded as joint automatically splits income 50/50 so it is presented correctly on IT-BUS, Page 2 and on IT NRC, Page 3. This change automatically divides joint business income into two separate entities (taxpayer/spouse).

## Vermont

CARES Act. Form 461 adjustment will no longer calculate on the IN-113 Vermont return.

## Virginia

Extended due dates: Per VA Tax Bulletin 20-5, all payments including return, extension, and estimate payments originally due between April 1, 2020 and June 1, 2020 have been extended to June 1, 2020. If payment is made in full by June 1, 2020, penalties and interest will be waived for the payment. If the payment is made after June 1, 2020, interest will accrue beginning at the original due date.

## Corporation (1120) Product Updates

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### Federal

Form 8994, Pages 1-5 will be printed when print option is "A" on Tax on Base Erosion Payments worksheet.

The option to take 100% of the refundable minimum tax credit in 2018 has been added in Other > Form 1139 > Line 1. When selected, the 2018 carryover in Credits > Form 8827 > 2-Prior Minimum Tax Carryover will automatically carry to Form 1139, Lines 1(d) and 29, along with the election statement printing at the top of Form 1139. Alternately, you may leave this option blank to continue to enter manually as follows:

- Line 1(d) in Other > Form 1139 > Line 13
- Line 29 in Other > Form 1139 > Line 32
- Election message (at top of Form 1139) in Other > Form 1139 > Lines 2 and 3

### Power Pack

Schedule M-3 (1120-PC), Page 3, Line 33 "Reserved for future use" is now left blank.

### Florida

The filing due date for 2019 returns with a tax year end between December 31, 2019 and February 29, 2020 are extended to August 3, 2020. The due date for Florida Corporation Income Tax (CIT) payment and a request for extension of time to file the return is extended to June 1, 2020. For all fiscal year returns, the due dates of Florida CIT payments and requests for extension of time to file the return remain unchanged. 2020 estimated payments are not extended.

### Louisiana

Apportionment factors for the state will only show on the Apportionment Summary when Schedule C is active in the return.

### Maine

Payments and second quarter estimated payments originally due April 16, 2020 through June 15, 2020 have been extended to July 15, 2020.

### Michigan - Michigan Cities

Second estimate due dates for the following cities have been extended from June 30, 2020 to July 31, 2020 for calendar year returns: Battle Creek, Flint, Grand Rapids, Lansing, Muskegon, Pontiac, and Port Huron. Second estimate due dates for Detroit have been extended from June 15, 2020 to July 15, 2020 for calendar year returns as well. Interest rates for all cities have been updated to 5.63% starting in July.

### Minnesota

Form M4NP fiscal year returns produced in the Corporation system that have a tax year end date of June 30, 2020 will have a date due of September 15, 2020 to match the federal return due date.

## New Jersey

Amended returns can be electronically filed on this release in compliance with New Jersey Department of Revenue requirements.

BFC-1 form series through year ending June 30, 2020 are available on this release.

## Oregon

The Multnomah County/ City of Portland Combined Report due date for fiscal returns originally due between April 1, 2020 and July 15, 2020 has been automatically extended to July 15, 2020. Penalties and interest will be calculated from July 16, 2020. Estimate payments are not extended.

## Virginia

Per VA Tax Bulletin 20-5, all payments including return, extension and estimate payments, originally due between April 1, 2020 and June 1, 2020 have been extended to June 1, 2020. If payment is made in full by June 1, 2020, penalties and interest will be waived for the payment. If the payment is made after June 1, 2020, interest will accrue beginning at the original due date. This applies to Form 765 only.

## Wisconsin

CARES Act allows for certain qualified charitable contributions to be limited to 25% of taxable income. Wisconsin Form 4W, Line 13, other deductions will create an additional deduction if the net operating loss for Wisconsin is less than the amount of net operating loss for the federal return.



## S Corporation (1120S) Product Updates

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### Federal

Form 8752 filing instructions now print with the extended CARES Act due date of July 15, 2020.

Schedule K-1. The calculated amount of Section 199A REIT dividends will be included on the Schedule K to K-1 reconciliation worksheet or the Schedule K-1 recap worksheet.

### Consolidated

Consolidated Form 8916-A, Part III, Line 4, Other Interest Expense, now includes floor plan financing interest expense from separate companies entered in Income/Deductions > Business > 5. Deductions > Line 15.

### Florida

The filing due date for 2019 returns with a tax year end between December 31, 2019 and February 29, 2020 are extended to August 3, 2020. The due date for Florida Corporation Income Tax (CIT) payment and a request for extension of time to file the return is extended to June 1, 2020. For all fiscal year returns, the due dates of Florida CIT payments and requests for extension of time to file the return remain unchanged. 2020 estimated payments are not extended.

### Illinois

Charitable contributions subject to the 25% limitation are now separately stated in the statement for Line 31 on Schedule K-1-P, and these contributions are no longer included in Line 7 on Schedule K-1-P(3) for shareholders who are individuals, per instructions.

### Maine

Forms 1120ME and 1040ME have had the tax deadline extended for fiscal filers with due dates originally due between April 16, 2020 and June 15, 2020 to July 15, 2020.

### Michigan - Michigan Cities

The city of Detroit has extended the due date of second 2020 Income tax quarterly estimated payment voucher from June 15, 2020 to July 1, 2020. Also, Cities of Battle Creek, Flint, Grand Rapids, Lansing, Muskegon, Pontiac, and Port Huron have extended their second quarter S Corporation estimated income tax payment voucher from June 30 to July 31, 2020.

The second estimate voucher due date has extended to July 15, 2020 for the city of Detroit. The second estimate voucher due date has extended to July 31, 2020 for the cities of Flint, Grand Rapids, Battle Creek, Lansing, Pontiac, Port Huron, and Muskegon. Interest rates have changed to 5.63% for the second half of 2020.

### New Jersey Electronic Filing

Amended returns can be electronically filed on this release in compliance with New Jersey Department of Revenue requirements.

## Oklahoma

Form 512-S, Part 3, Line 16 will no longer include depletion.

## Virginia

Per VA Tax Bulletin 20-5, all payments including return, extension and estimate payments, originally due between April 1, 2020 and June 1, 2020 have been extended to June 1, 2020. If payment is made in full by June 1, 2020, penalties and interest will be waived for the payment. If the payment is made after June 1, 2020, interest will accrue beginning at the original due date. This applies to Form 765 only.

## Partnership (1065) Product Updates

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### Connecticut

Apportionment amounts and percentages now appear on the Apportionment Summary Worksheets.

### Illinois

Schedule K-1-P (3), Line 7 has been updated to exclude the new 25% charitable contributions for individual partners.

### Maine

1040ME/1040C-ME, Composite Return, original due dates from April 16, 2020 through June 15, 2020 has been updated to be moved to July 15, 2020.

### Michigan - Michigan Cities

Second estimate due dates for the following cities have been extended from June 30, 2020 to July 31, 2020 for calendar year returns: Battle Creek, Flint, Grand Rapids, Lansing, Muskegon, Pontiac, and Port Huron. Second estimate due dates for Detroit have been extended from June 15, 2020 to July 15, 2020 for calendar year returns as well.

### Oregon

The Combined Tax Return (P-2019) due date for fiscal returns originally due between April 1, 2020 and July 15, 2020 has been automatically extended to July 15, 2020. Penalties and interest will be calculated from July 16, 2020. Estimate payments are not extended.

### Virginia

Per VA Tax Bulletin 20-5, all payments including return, extension and estimate payments, originally due between April 1, 2020 and June 1, 2020 have been extended to June 1, 2020. If payment is made in full by June 1, 2020, penalties and interest will be waived for the payment. If the payment is made after June 1, 2020, interest will accrue beginning at the original due date. This applies to Form 765 only.

### Wisconsin

Taxes generated by Form 3-ET will now carry to the federal return when the state and city tax accrual option has been selected.

## Fiduciary (1041) Product Updates

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### Delaware

Delaware has extended the due date to July 15, 2020. Interest and penalty will be calculated from July 16, 2020. The first quarter estimate payment has been extended to July 15, 2020. Estimate payments 2 - 4 were not granted any extension. Information can be found at: [https://revenuefiles.delaware.gov/2020/TIM2020-01\\_COVID-19\\_filing\\_extension.pdf](https://revenuefiles.delaware.gov/2020/TIM2020-01_COVID-19_filing_extension.pdf)

### District of Columbia

District of Columbia is conforming to the federal treatment of NOL carryovers and Section 461 per the CARES Act legislation.

### Illinois

Illinois is now including all fiduciary returns due between April 15, 2020 and July 15, 2020 in the COVID-19 relief extension. All returns due between those dates are now due July 15, 2020. Penalties and interest will be calculated from July 16, 2020.

### Iowa

Iowa has extended the due date to July 31, 2020. Interest and penalty will be calculated from August 1, 2020. Estimate payment dates have not been extended. Information can be found on the Iowa website including information on extension: <https://content.govdelivery.com/accounts/IACIO/bulletins/2821ac0>

### Maine

Maine has extended their due date to July 15, 2020 for returns. First and second quarter estimated tax payments for both calendar and fiscal year returns that had an original due dates between April 15, 2020 and July 15, 2020 are extended to July 15, 2020. Penalties and interest will begin to accrue starting July 16, 2020. Please see Maine Department of Revenue website for more information.

### Maryland

The 1041 Maryland calculations have been updated to reflect conformity to the Federal CARES Act.

### Missouri

Missouri is conforming to the federal treatment of NOL carryovers and Section 461 per the CARES Act legislation.

### Montana

Montana conforms to the federal treatment of NOL carryovers and Section 461 per the CARES Act legislation.

### New Mexico

New Mexico fiscal year tax returns due before July 15, 2020 will be due by July 15, 2020. New Mexico will conform to the federal treatment of NOL carryovers and Section 461 per the CARES Act legislation, except

for the portion involving carrybacks since these are not allowed by New Mexico.

## New York

New York state ESBT tax calculation changed to correctly use tax computation worksheets when applicable.

## Rhode Island

The 1041 Rhode Island calculations have been updated to reflect conformity to the Federal CARES Act.

## South Carolina

SC is nonconforming to CARES Act. The following changes are expected:

- 461 ELA (excess loss adjustment) amounts will be included in SC taxable income.
- SC will use the 461 state use box on NOL worksheet > NOL Carryover.

This will cause applicable 461 NOL carryovers to be included in the SC NOL carryover subtraction on SC 1041, Page 2. This amount won't be included with the federal NOL carryover addition.

## Utah

Utah fiscal year returns due before July 15, 2020 are now due July 15, 2020.

## Virginia

All penalties and interest will be waived for return, extension, and estimated payments due between April 1, 2020 and June 1, 2020, as long as they are paid by June 1, 2020.

Per VA Tax Bulletin 20-5, all payments including return, extension and estimate payments originally due between April 1, 2020 and June 1, 2020 have been extended to June 1, 2020. If payment is made in full by June 1, 2020, penalties and interest will be waived for the payment. If the payment is made after June 1, 2020, interest will accrue beginning at the original due date.

## West Virginia

West Virginia has extended the due date to July 15, 2020. Interest and penalty will be calculated from July 15, 2020. The first and second quarter estimate payments have been extended to July 15, 2020. Information can be found on the West Virginia website including information on extension:

<https://tax.wv.gov/Individuals/Covid19/Pages/Covid19Response.aspx>