

CCH Access™ Tax
2020-4.1
Release Notes

July 25, 2021



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 2020-4.1

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Tax Updates

Partnership

A fully calculating version of Federal Form 8985, Pass-Through Statement - Transmittal/Partnership Adjustment Tracking Report and Form 8986, Partner's Share of Adjustment(s) to Partnership-Related Item(s) is available for processing. See the *Partnership (1065) Product Updates* on page 14 for details.

Estate & Gift

The section 529(c)(2)(B) election statement is modified to include additional details, including a front-load schedule of the ratable portion allocated to each of the five years. Fields are added to Gift Tax > Gifts > General to override the calculated ratable portion in each of years two through five.

Electronic Filing Updates

Corporation, S Corporation, Partnership, Exempt Organization

Maryland Schema version 2.0 updates are available with this release.

Approved Products Available on this Release

The following products are approved and available on this release:

Exempt Organization

Maryland

Issues Resolved

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The following issues were resolved with release 2020-4.1:

General

Two issues which caused Tax to stop unexpectedly in the following scenarios have been resolved:

- When opening data entry worksheets in two separate returns quickly.
- Performing a calculation when using the Vertical Tab option and diagnostics, a data entry worksheet, and a government form are open.

General Ledger Bridge

Previously, when data was imported into an S Corporation return and the Remove Existing Data option was selected, the data that flowed to the Schedule L, Balance Sheet data entry worksheet did not remove the existing detailed data. This issue is now corrected.

Tax Transfer

Using the Match and Update option no longer blanks out all values of a specific grid row.

Print

- **Print Preview to PDF** - Print Preview to PDF now works as expected for all return copy types.
- **Form 3520-A, Annual Information Return of Foreign Trust With a U.S. Owner** - The Foreign grantor trust information statement no longer prints taxpayer information on the spouse Foreign grantor information statement.
- **Form 1041, U.S. Income Tax Return for Estates and Trusts** - When using Print Return Sections on Grantor Type returns, the PDF no longer creates separate bookmarks for each instead of producing a separate bookmark for each Grantor.

Individual

- **Worksheet Grid** - The export process now finishes when using the export button with the data entry worksheet grid located at Foreign > 1040NR - Nonresident Alien Tax (8805, 1042-S, RRB1042SSA, ssa1042s, 8288-A).
- **Schedule E, Supplemental Income and Loss, Page 1** - The property address in the entity selection window now shows the property location as expected when multiple rental properties exist.

Partnership

- **Partner Basis** - Information is no longer removed when you enter partner basis information at Partners > Partner Basis > Partner Basis Information (Section 2) and then navigate to Partners > Partner Basis > Partner Basis Options (Section 1) > Printing Options (line 5).

- **Nebraska** - Data now is allowed at Nebraska > NE PTC > Property Tax Incentive Act Credit (Form PTC) (Section 1).
- **Import/Export** - Partner supplemental details now match with an associated partner when using the Import K-1 Data from Spreadsheet feature.
- **Worksheet Grid Import/Export** - The "Operation could not be completed" error no longer displays when partner numbers are more than three digits and the option to print commas is used.

Tax Product Updates

Individual (1040) Product Updates

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Federal

1040-ES. Form 1040-ES will reduce estimated tax by the recovery rebate credit even when a withholding adjustment is made.

Form 1116. The statement for Line 2 prints when the only deductions are foreign rental expenses and/or foreign trust losses.

Form 114, Part IV. A new ownership type is available to indicate the filer is a United States person who resides outside the United States, is an officer or employee of an employer who is physically located outside of the United States, and has signature authority over a foreign financial account that is owned or maintained by the filer's employer. When the new ownership type is used, Part IV, Lines 15 through 23 are left blank. The new type is available on the Foreign Assets (Form 114 and Form 8938) > Report of Foreign Bank and Financial Accounts > Ownership Type field or Foreign Assets (Prior Year Form 114) > Prior Year Report of Foreign Bank and Financial Accounts > Ownership Type field.

Electronic Filing

PDF copy no longer duplicates when home state is entered in the State field on the PDF input screen.

District of Columbia Electronic Filing

Diagnostic 60956 issues whenever the extension payment on Form D-40, Line 31 is negative.

Hawaii

Gain on sale of home calculates correctly if depreciation claimed on property after May 6, 1997 has been entered.

Kentucky

Schedule A, Line 10 now includes prior year carryovers from 2018 and 2019 in the 60% AGI limitation.

Maryland

Maryland backup withholding input from K-1 will flow to Form 502CR, Part CC, Line 7 with input of "3" in State Use code for part year returns.

Michigan

Form level help is available for the following forms: Schedule AMD and MI 5678.

Input under Michigan Credits > Credit for Taxes Paid > MI AGI Tax by Another will not change when the city code is used in place of the state code.

Montana

Carryback of an NOL is available on Form MT NOL, Pages 2 and 3.

If the filing status is Married Filing Jointly, both the taxpayer and spouse may claim the pension exemption if the joint income is under the Montana threshold.

New Jersey

BAIT payments are included in the amount paid on the extension.

The special \$215 EIC credit is not calculated unless there is some earned income present.

North Carolina Electronic Filing

Numerical amounts will not be duplicated for returns with three or more NC K-1 1120S forms.

North Dakota

Form ND-1NR, Line 8b now calculates under the assumption that unemployment compensation mirrors the federal calculation on Line 8a.

Oregon

An overpayment amount that can be applied towards next year's CAT estimates using Oregon CAT > General > CAT Other Input > Amount of Overpayment to Apply to Estimate.

If the PTE method is used to figure Oregon Tax, the tax will match what is shown on the PTE forms.

Pennsylvania

PA-40.

- Lines 4 and 6 now include K-1 amounts when PA is the home state but is not the primary state on the K-1.
- Line 13 will no longer double withholding amounts entered on 1099-MISC and/or 1099-NEC when attached to Schedule C, E or F.

Pennsylvania - Pennsylvania Cities

PSD code 190604 (Southern Columbia ASD in Franklin Township, Columbia County, Pennsylvania) resident tax rate changes from 1% to 2%.

Tennessee Electronic Filing

Diagnostic 59290 issues when the amount on Form INC 251, Line 1 is less than zero.

Diagnostic 59563 issues only when Form FAE 173 is generated.

West Virginia

Form IT-140 calculates a zero balance due when both the Family Tax Credit and extension payment are present.

Wisconsin

Sch WD, Line 12 corrected to not duplicate taxable gain from sale of primary residence.

Corporation (1120) Product Updates

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Federal

Form 1120-IC DISC, Page 1, Line 6a, will have an NOL statement if there is a C/O NOL amount entered on A-5.

Form 4255, Line 7 - Credit subject to recapture due to a net increase in nonqualified nonrecourse financing will be calculated when Federal Worksheet Taxes > 4255 - Recapture of Investment Credit > Form 4255 - Recapture of Investment Credit > Net change in nonqualified non-recourse financing is present.

Florida Consolidated

Form F-1120, Schedule II, Line 11 and Schedule I, Line 19 will no longer print blank statements on consolidated returns.

An entry of "N" on State/City Common Data > Return Information > Consolidated/Combined on subsidiary return will now exclude return from being included on the consolidated return.

Form F-1120, Schedule II, Line 3 will now limit 2018 and 2019 NOL to 80% of taxable income on the consolidated return.

Georgia

Form IT-CA, section 2, month 7 year 7 will now populate if related input is present on the Georgia > Jobs IT-CA > Employee Numbers > month 7 year 7.

Illinois

For tax returns with a year end date of 6/30/2021 or later, input has been added to exclude certain portions of foreign dividends that go to Schedule J, Lines 1 - 6 and 20. In addition, Federal Form 1120, Schedule C, Line 13 now goes to Schedule J, Lines 4 - 6 and input will no longer work for Schedule J, Lines 13 - 15, Column B on these tax returns.

Kentucky Consolidated

Schedule U10 Part I, Section A, Line 2 calculates not only when there is an amount on Line 1, but also when there is carryover present.

Louisiana

Act 15 of the 2021 Regular Session extended the suspension of the lower tier of the corporation franchise tax levied on domestic and foreign corporations. Form CIFT-620 is updated to reflect this extension. The fiscal year date of the return is no longer taken into account in the suspension of the \$1.50 tax on the first \$300,000 of taxable capital.

Maryland

The carryover report will now correctly show Maryland's net operating loss used when the total NOL is greater than the tax due.

Minnesota

July 2021 Tax Law Changes - conformity to federal

We've received updated forms for the tax law changes updated 7/01/2021 and program updates are in progress. Minnesota has requested taxpayers not amend their return unless instructed by them to do so.

For more information: <https://www.revenue.state.mn.us/tax-law-changes>

Mississippi

Form 83-180 will print a foreign address if entered.

Missouri

Missouri failure to pay penalty will calculate the day following the due date when it is selected.

New Jersey

Form 500U-PA (CBT-100U, Page 30), Post Allocation Net Operating Loss Carryovers (NOL) for Tax Periods ending ON and AFTER July 31, 2019, now prints additional members on overflow pages.

New York

Form CT-400 has been updated to account for the increased income tax rates for 2021 (7.25% for general business taxpayers with business income base more than \$5,000,000 and general business taxpayer capital base tax rates).

Pennsylvania - Philadelphia

Diagnostic 48184 has been reactivated to disqualify amended returns from e-file. Philadelphia does not allow e-file of amended returns.

S Corporation (1120S) Product Updates

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Federal

Schedule K-1. Description for type of credit recaptured is now going to be printed on Schedule K-1, Recapture of Investment Credit statement when code HH or HM was entered on Taxes > Form 4255 - Recapture of Investment Credit > Energy code.

Connecticut

The amount paid towards next year's estimates is now correctly reflected on the letters.

Georgia Electronic Filing

A disqualifying diagnostic will issue for blank descriptions or descriptions with no amounts for other additions/subtractions on Form 600S, Schedule 7.

Form IT CA, Part VI, County code and year information will be included in the electronic file when all other lines are filled with zeros.

Indiana

Schedule IN K-1 for electronic filing, Part 4, Line 9 will calculate automatically when any of Lines 1-8 contain data.

Louisiana

Act 15 of the 2021 Regular Session extended the suspension of the lower tier of the corporation franchise tax levied on domestic and foreign corporations. Form CIFT-620 is updated to reflect this extension. The fiscal year date of the return is no longer taken into account in the suspension of the \$1.50 tax on the first \$300,000 of taxable capital.

Maine

Amended letters for Form 941P are updated to correctly show amended refund/balance due.

Minnesota

July 2021 Tax Law Changes - conformity to federal

We've received updated forms for the tax law changes updated 7/01/2021 and program updates are in progress. Minnesota has requested taxpayers not amend their return unless instructed by them to do so.

For more information: <https://www.revenue.state.mn.us/tax-law-changes>

Missouri

MO-1120S letters will now reflect the updated zip code 65105-0336 per the updated instructions from the state.

New York

Form CT-3 filers - Form CT-400 has been updated to account for the increased income tax rates for 2021 (7.25% for general business taxpayers with business income base more than \$5,000,000 and general business taxpayer capital base tax rates).

Forms IT-2658 and IT-2105 have been updated to account for the increased income tax rates for 2021 (10.9%).

Ohio - Ohio Cities

Tentative tax entered on Extensions > State / City Extension > Detail > City = RITA > Tentative Tax field will now flow to RITA Form 20-EXT.

Pennsylvania - Philadelphia Electronic Filing

Diagnostic 48184 has been reactivated to disqualify amended returns from e-file. Philadelphia does not allow e-file of amended returns.

Rhode Island

Form 1096PT-ES will honor the voucher overrides on Federal > Payments/Penalties/Estimates > Estimates and Application of Overpayment > Estimates Overrides.

Partnership (1065) Product Updates

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Federal

A calculated version of Forms 8985 and 8986 has been added on releases 2020-4.1 and 2019-6.1. This version will allow multiple entities of Form 8986 so the form can be generated for each applicable partner. New input is available on Other > Form 8985 Transmittal/Partnership Adjustment Tracking Record. Form 8985 will be generated based on this input. Form 8986 can be generated in two different ways.

- Option 1 - To generate the form for all partners, check the box to Produce Form 8986 for all partners on Other > Form 8985 Transmittal/Partnership Adjustment Tracking Record > Form 8985 General and Signature Information.
- Option 2 - To prepare the form for specific partners on Other > Form 8985 Transmittal/Partnership Adjustment Tracking Record > Form 8986 Information About the Partner. This section can also be used to exclude specific partners when the option to prepare Form 8986 for all partners is used. Form 8985 Part IV/Form 8986 Part V input is available on the Other > Form 8985 Transmittal/Partnership Adjustment Tracking Record > Form 8985 Partners Total Reviewed Income. By default, these entries will be allocated to Form(s) 8986 based on the percentages given on the partners' federal Schedules K-1. Ratio ID allocation is available to specially allocate these amounts.

These forms will be included in the letters and filing instructions when they are produced from the new input. A separate federal letter will be prepared based on the input General > Letters and Filing Instructions > Transmittal Letter > Prepare separate letters for certain federal forms. The normal inputs for standard and custom filing instructions and other applicable transmittal letter input will also apply.

Schedule E, Part III, Column (g) will flow to the Total column, even if there are no other amounts present in this section.

Schedule K-1. Description for type of credit recaptured is now going to be printed on Schedule K-1, Recapture of Investment Credit statement when code HH or HM was entered on Credits > Form 4255 - Recapture of Investment Credit > Energy code.

Schedule K.

- The Schedule K, Line 20c Other Items statement amount for Basis of energy property will include all applicable amounts reported on Form 3468.
- The statement for Form 1065, Schedule K, Line 2 will reflect the amount shown on Line 2 when prior year business interest expense from a passthrough is flowing to Form 8825.

The Entity Level Foreign Taxes Schedule will report the Passthrough Foreign Branch Category Deductions when the Passthrough Foreign Branch Category Income is not present.

Indiana

Disqualifying diagnostic 61326 will only issue if IT-65, Line 8 has an amount and there is no Indiana Schedule K-1 for electronic filing printing.

Maine

Form 1099ME will generate for partners listed on Schedule 3P when lower tier entity or real estate withholding information has been entered for the partner. Form 941P-PV-ME will turn off when Maine > General > Suppress 941-ME and supporting forms is marked.

ME Schedule K-1 Equivalent, Line 6 will pick up the amount from the FD Schedule K-1, Line 10.

Minnesota

July 2021 Tax Law Changes - conformity to federal

We've received updated forms for the tax law changes updated 7/01/2021 and program updates are in progress. Minnesota has requested taxpayers not amend their return unless instructed by them to do so.

For more information: <https://www.revenue.state.mn.us/tax-law-changes>

Oklahoma

Partners with a foreign country code of "TC" or "XX" will receive diagnostic 61544. These country codes are not allowed for electronic filing by Oklahoma.

Pennsylvania - Philadelphia

Diagnostic 48184 has been reactivated to disqualify amended returns from e-file. Philadelphia does not allow e-file of amended returns.

Wisconsin

Multiple COGS entities with depreciation differences will now correctly reflect the differences on Form 3, Page 5, Part III.

Fiduciary (1041) Product Updates

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Federal

Activity names from passthroughs will be included on the QBI carryover worksheet when QBI C/O overrides have been entered.

The Distributions of Qualified Business Income Summary no longer includes NOL as a deduction in Column E, F and G.

Form 8995-A, Schedule C, Line 2 no longer includes the Qualified business net loss carryover from prior years field on the Total Overrides and Other Information section of the Qualified Business Income worksheet as an override. The input amount is included on the statement for the line and in the total for the line.

California

Form 3461 correctly displays the taxpayer identification number in the upper right corner of the form.

Colorado

Form DR 0105, Schedule F, Line 2 no longer includes any NOL since it is already reduced in Line 1.

Georgia

Interest and penalties show in all cases when requested.

Iowa

The all source amount of taxes is included on Schedule C, Line 11, Column B and on Form IA 1041, Line 11.

Exempt Organization (990) Product Updates

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Federal

Schedule A, Part IX, Line 7 is updated when Line 5 is less than Line 6.

The excess distribution carryover paragraph can be suppressed in the Aaccess filing instructions using the input on Letters and Filing Instructions > Standard and Special Paragraphs > Code to suppress excess distribution carryover paragraph for Form 990-PF.

Illinois

Form AG990-IL, Page 1. Percentages for Lines D-F will be blank if there is an override on Line G.

Employee Benefit Plan (5500) Product Updates

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Federal

Diagnostic 40390 issues when input is missing from the U.S. Location Address on Form 5500, Form 5500-SF, and 5500-EZ.

Diagnostic 40610 issues when Form 5500-EZ administrator's information is entered, but is incomplete.

The Federal Links Worksheet prepares with amounts from Forms 5500, 5500-EZ, and 5500-SF. Input has been added to the Letters and Filing Instructions > General Letter Information > Type of contribution to include noncash contributions on the Fedlinks Worksheet.

Estate & Gift (706/709) Product Updates

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Federal

The section 529(c)(2)(B) election statement is modified to include additional details, including a front-load schedule of the ratable portion allocated to each of the five years. Fields are added to Gift Tax > Gifts > General to override the calculated ratable portion in each of years two through five.

Connecticut

The following final Connecticut form is available for dates of death in 2021:

- Form CT-706 NT