

CCH Access™ Tax  
2023-4.1  
Release Notes

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Kluwer

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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 2023-4.1

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## Tax Updates

### Exempt Organization

#### Federal

**Forms 990-T, 1120-POL, and 4720.** Amended statements have been added. When these forms are amended, an information statement will populate to show:

- the balance due/refund from the original return
- the balance due/refund from the amended return
- the computed difference between the two returns

**Form 3468, Investment Tax Credit and Form 8936, Clean Vehicle Credits,** have been added to the Exempt Organization system and are available to file with this release.

### S Corporation

**Georgia.** Filing Instructions for Form 900, Business Occupation Tax Return, are now available.

## Access Common

### Single Sign-On

Beginning with the 2023-4.1 release, new users will not be prompted to accept the Terms of Use upon the first-time use.

### Return Manager

The Return History feature has been updated with a new user experience design and styling, aligning it with the overall look and feel of the Return Manager. This change only applies to Return History when launched from Return Manager.

### Vertical Grid K-1 Import

The template used for the Vertical Grid import has been updated. The template now supports the new Schedule K-1 line codes for Other Income and Other Deductions for Partnership and S Corp Schedule K-1 forms. The new template can be found under C:\Program Files (x86)\WK\ProSystem fx Suite\Smart Client\SaaS\IXResources\2023.

# Tax Product Updates

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## Individual (1040) Product Updates

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### Federal

**Form 7203, Line 28** will allocate multiple debts based on Line 27 debt basis instead of Line 20 ending loan balance.

**Schedule D.** An issue with taxable income on the Schedule D Tax Worksheet for Form 1040NR filers if the taxpayer was the dependent of another, over the age of 65 or blind, and filing a Form 1040NR now calculates correctly. Previously in this situation, the taxable income was understated when calculating tax.

### Arkansas

Automatic calculations regarding Federal and Arkansas Schedule C, E, and F income differences reported on IRS K-1 have been reinstated. Income differences will be reported on Arkansas AR-OI, Lines 8 or 15, with a description of "Schedule E Adjustment," "Schedule C Adjustment," or "Schedule F Adjustment."

### California

**California Form 3800, Line 1** was updated to exclude Schedule CA, Lines 1b to 1h amounts.

### Iowa

**Form 126, Line 23b** can be overridden with the input on Federal > Other > Non / PY Resident State Overrides > Other adjustments field.

### Massachusetts

**Form 1-NR/PY, Line 14e** includes nonqualified plans not included elsewhere.

### Missouri

**Form MO-A.**

- Only includes NOL carryback/carryforward amounts included in the Federal AGI. Current NOL and unused carryover amounts are ignored.
- **Part 1, Lines 17Y and 17S** no longer subtract agriculture payments entered at the Federal level from Federal Schedule F and Federal Form 4835 entities. Agricultural disaster payments must be entered on Missouri input.

The Federal AGI worksheet reflects current Federal amounts. Previously the bottom line was correct, but the specific lines were not a complete match to the Federal return.

Working Families Tax Credit is no longer calculated on nonresident returns.

### Missouri – Kansas City

Returns with input for MKC amended returns no longer disqualify from filing electronically.

## New Jersey

New input is available to indicate the tax household currently has health insurance on New Jersey > General > NJ-EZ Enroll Form.

## Ohio

Form IT 2210, Part II calculates regardless of whether Part I, Line 6 is above the \$500 threshold or not.

## Oklahoma

Form 511-TX, Line 1 will only include out-of-stage wages rather than all out-of-state income.

## Oregon

Schedule A and related worksheets no longer include contributions coded to Federal only.

## Pennsylvania – Pennsylvania Cities

Greenville municipal resident tax rate is updated to 1.25%, bringing the total tax rate to 1.75%.

## South Carolina

Nonresident passthrough income that is greater at the state level than at the Federal level no longer causes the state passthrough amount to flow to Form SC1040, Line 1e.

## Utah

When the option to apply an overpayment to the voluntary prepayment is selected in Utah > Estimates > Estimate Preparation > Apply Overpayment to voluntary prepayment, the transmittal letter and filing instructions will no longer direct the customer to write a check and mail it.

## Corporation (1120) Product Updates

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### Federal

**Form 4626, Part 2, Line 5** is limited to 80% of Line 4.

**Form 8835** at the consolidated level calculates correctly when multiple returns include Form 8835.

### Hawaii

**Form N-323**. Page 3 has been added to the software.

### Kentucky – Kentucky Cities

Bourbon county tax rate has increased to 1.25% beginning 7/1/2024.

### New Jersey

**Form CBT-100U, Schedule H (Combined)** includes taxes paid or accrued by all members of the combined group, rather than taxes paid or accrued by just the parent company.

# S Corporation (1120S) Product Updates

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## Federal

**Form 7203, Part II, Lines 28 and 30**, loan basis will be used for the ratio calculation rather than loan balance when a shareholder has more than one loan.

## Arizona

Corrected validation error for PTE returns with estimated payments that had a code of 4 for application of overpayment code.

**Schedule K-1 and Schedule K-1 NR** include the Federal > Income/Deductions > Business > Taxes and Licenses.

## California

California does not conform to Sec 179D, Energy Efficient Commercial Buildings Deduction. The program has been updated to present the deduction and add back correctly.

**Schedule B** Depreciation and Amortization Adjustment has been updated to flow to Form 100S, Page 1, Line 5 when the Federal return has an amortization amount and California has zero amortization.

The program has been updated to include the composite tax amount in the tax accrual amount only when that option to include composite tax is marked on General > Return Options > Calculation Options.

## Georgia

**Form 900** letters and filing instructions are produced when the form is highlighted in the return.

**Form IT-CR**. Credit 103B registers at 50%.

## Hawaii

**Hawaii Form N-35, Line 16M** pulls the amount from Form PTE-U.

## Iowa

**Form 4136** is updated to include new Lines 3c, 5c, and 5d. Inputs are added on Iowa > Credits > Form IA 4136 - Fuel Tax Credit.

## Kentucky

Entry in Federal > Payments/Penalties/Estimates > Payments > State Tax Payments > Detail > Amount paid with extension will carry to a PTE return when Federal > Extensions > Extensions > Federal Extension > Automatically carry extension payment amount to return is "N."

Special instructions in the Filing Instructions include where to mail the check when applicable.

## Oregon

Diagnostic 43439 prevents electronic filing of the Oregon Composite return when a contact name has not been entered.



## Tennessee

**Schedule PL-PLCF, Line 2** accepts zero as a valid entry on Federal > Credits > Form 8994 - Employer Credit for Paid Family and Medical Leave > Detail Information > State Use Amount (TN only).

## Virginia

**Form 502** is updated such that the withholding payment balance on withholding letters and instructions is equal to amount on Form 502, Page 2, Line 2.

**Form 502PTET** has been updated with new input to elect the special option for certain S corporations, and to calculate resident owners' PTET credit in accordance with the special option.

**1065 and 1120S Virginia electronic filing** is updated to prevent the export of both Form 765 and Form 502PTET in the same return.

## Partnership (1065) Product Updates

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### Federal

**Form 3468, Part VI, Lines 17b and 17c** correctly populate the 30% credit when applicable. This change originally appeared in the 2023-4.0 update.

The Partner Basis Allocation of Losses and Deductions Worksheets have been updated to have the available basis applied first to the Nondeductible Expenses and Oil and Gas Depletion amounts. Any remaining basis will be applied ratably to Other Losses and Deductions amounts.

### Arizona

**AZ PTE returns** that have a negative AZ adjusted basis will now have zeros on AZ Form 165, Schedule K1, Lines 11 and 13 as well as on AZ Schedule K1-NR, Page 2, Lines 23 and 25. This prevents a validation error for electronic filing.

**Form 165 amended returns.** Line 28 pulls from Line 25 instead of Line 37.

The Electronic Filing Status System shows an amount due if applicable for Arizona Partnership returns in the return's history.

### Florida

Filing instructions will be present in the government copy when the return is being electronically filed.

### Georgia

**Schedule 11.** The credit certificate number aligns with the related allocated amount.

### Illinois

**Schedule K-1-P** distributed to partners will calculate withholding on Line 55 when PTE is not selected and the entity is not an investment partnership.

**Schedule K-1-P(4).**

- **Line 6.** Apportioned Business Income from Other Partnerships can be specially allocated with allocation code 15570.
- **Line 9** is calculating for corporate partners.

### Indiana

**Indiana Schedule PTET** is no longer present in the return when there is no request to produce the form.

**Schedule Composite** will include the resident partner when the only partner on the Schedule PTET is a resident partner.

### Iowa

**Iowa Form 96-048ES** will produce estimate amounts when the return has a refund.

**Iowa Form 4136** is updated to include new Lines 3c, 5c, and 5d. Inputs are added on Iowa > Credits > Form IA 4136 - Fuel Tax Credit.

Schedule CC, Part II prints correctly when there are three or fewer entities.

## Kentucky – Kentucky Cities

Louisville Form OL-S. The taxpayer phone number flows to the form.

## Mississippi

Mississippi K-1, Form 84-132, Part IV pulls the correct amount from Form 84-401.

## Missouri

MO PTE letters reflect no refund when the entire overpayment is being applied to the estimate.

## Montana

Montana Form PR-EST amount is calculated automatically when the return is a composite or electing PTET.

## New York – New York City

NYC Form 204. Allocated pass-through income uses a specific apportionment percentage. Each Partnership can have a unique apportionment percentage. "State Use 5" (percentage) can be used for passthrough entity input to allocate passthrough income for NYC Form 204, Line 3b purposes.

## Ohio

The apportionment ratio for Schedule IT K-1 received calculates correctly if there is a zero entry for the Within Ohio column. Property Rented entries print if they are the only property entries.

The prior year overpayment from Page 2, Line 15 is now included in the payments line of the IT 4738 filing instructions.

## Ohio – Ohio Cities

Transmittal letter has been updated to print in the government copy when the option is selected to include it.

## Oregon

METBIT-65, Line 13 calculates correctly by subtracting Line 12 from Line 11.

## Virginia

1065 and 1120S Virginia electronic filing is updated to prevent the export of both Form 765 and Form 502PTET in the same return.

Form 502PTET is updated to check the "PTE is required to make withholding payments for nonresident corporate owners" box when there is an amount on Form 502PTET, Page 2, Line 7b.

## Fiduciary (1041) Product Updates

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### Federal

**Form 3468 Part I, Lines 12a, 12b, and 12c** will only show kW capacity for each respective facility.

**Form 7203.**

- Entries can now be made to generate Form 7203 from associated Partial Grantor IRS K-1 1120S entities. This change originally appeared in the 2023-4.0 update.
- Now generates for ESBT passthroughs.

### New Mexico

**Form FID-D, Line 17** will be correctly distributed to Form FID-D, Line 8.

There will no longer be a schema validation error for missing information when using Form 1041MU.

## Exempt Organization (990) Product Updates

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### Federal

Amended information statements have been added to Forms 990-T, 1120-POL, and 4720. When these forms are amended, an informational statement will now produce to show the balance due (refund) on the original return, the balance due (refund) on the amended return, and the computed difference (balance due or refund).

### Minnesota

The Charitable Organization Annual Report Form (C2) and the Charitable Organization Initial Registration Form (C1) have been updated to reflect the newest versions of the forms from the Minnesota Attorney General's Office. Lines 12 and 13 were added to the Annual Report Form for reporting information about the organization's board of directors and listing the banks or other financial institutions the organization uses to deposit funds. Lines 15 and 16 were added to the Initial Registration Form to report this information.