

2018.03000
Release Notes

March 3, 2019



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Contact and Support Information

Product and account information can be accessed by visiting Customer Support online at support.cch.com. 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. Access to these features is available 24/7.

The following website provides important information about the features and updates included in all CCH® ProSystem fx® Tax releases: [Release Notes](#)

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

Go to [Contact Us](#) to find information on topics such as Sales and Billing, as well as options to Open a Support Case or Chat with a Representative if you need assistance.

Information in Tax Year 2018 Release Notes

Tax Release Notes inform you of the enhancements and updates that have been made to Tax products and systems with the current release.

Updates provided in the Release Notes include the following:

- Contact and Support information
- Updates to the Tax technology (electronic filing updates, Pro Forma/Roll Forward, Organizer, technology enhancements)
- Updates made to Tax products (form additions and updates, diagnostic updates, changes caused by regulatory updates)

Highlights for Release 2018.03000

Individual - IR-2019-24

The IRS issued IR-2019-24 on Thursday, February 28, 2019 regarding penalty relief for qualifying farmers and fishermen who pay 2018 federal income tax due by the original due date. To meet the requirements of the notice:

- Indicate a qualifying farmer/fisherman by selecting **Penalties > Federal Underpayment Penalty > Qualifying farmer/fisherman (Interview Form T-2, Box 55)** = {X}.
- Enter the amount of tax to be waived in **Penalties > Federal Underpayment Penalty > Tax eligible for waiver (Interview Form T-2, Box 61)**.
- To bypass the electronic filing disqualifying diagnostic, add an entry on **Penalties > Federal Underpayment Penalty > Statement for Waiver of Penalty (Interview Form T-2, Box 90)**.

2018 Tax Updates

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

Section 199A

Section 199A calculations related to final regulations are available, including allocation of expenses for Fiduciary returns.

Corporation - Alaska

Form 6000 Schedule L, Alaska Dividends - Received Deduction, Lines 8d and 8e have changed effective February 28, 2019. Line 8d previously calculated using 48% and will now use 26.7%. Line 8e previously calculated using 42% and will now use 23.3%.

Any returns filed after the change is in place will receive a notice. Returns previously filed will be reviewed by Alaska and notified if a change is needed. This change will be available on release 2018.03010. To make the change prior to that, a government form override will be needed on Form 6000, Schedule L.

2018 Electronic Filing Updates

Approved Products Available on this Release

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

Corporation

Connecticut	Maryland	Vermont (available on 2018.02070)
Connecticut Estimates	Maryland Extension	Vermont Extension
Connecticut Extension	New York City Combined	

Partnership

Louisiana Composite	Louisiana Composite Extension	West Virginia
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Fiduciary

Vermont

Vermont Extension

New Batch Electronic Filing Extension Availability

The following products are now available for electronically filed batch extensions:

Corporation

Connecticut

Florida

New York City

Product Updates

Individual (1040) Product Updates

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Federal

Form 8867. Line 11 is checked "Yes" by default on the automatically generated form.

Schedule A. Line 16 includes the excess deduction entered for a Schedule K-1 (Form 1041).

Tax Equalization. The PDF bookmark for the Form 1040, Line 1 Summary Continuation form refers to Line 1.

Section 199A Schedule E Passthroughs - The program does not automatically reduce passthrough QBI by the SE Health Insurance Deduction, Pensions and One-Half of SE Tax (1065 only). The following "Informational" diagnostic prints. Beginning on Sunday, March 17 this diagnostic is reflected as "Caution".

QBID Worksheet. Entries are being made for Qualified Business Income from a passthrough. Since the composition of the entries may be from various classes of income and the qualified business income reported on the K-1s may be calculated and presented in a variety of ways, all entries must be net of all applicable adjustments and deductions. QBID entries from a passthrough will not be automatically adjusted. (38721)

Arizona

Input for credit form 321 has been updated to include the following new codes:

- 22036 Anthem Cares Through Service
- 22027 Arizona Friends of Homeless
- 22047 Black Family and Child Services of Arizona
- 22048 Casa De Los Ninos, Inc.
- 22013 CHD Families of Tucson
- 22037 Elaine
- 22051 Faith in Action Sober Living
- 21996 He"ART"sy
- 22041 Intermountain Centers for Human Development
- 21972 Kind Defined
- 22029 Maricopa Colleges Faculty Foundation
- 22016 Mavericks Community Foundation Inc.
- 22043 Moving Vets Ahead
- 22035 Purpose Project Inc.
- 21984 Rehoboth Community Development Corporation
- 22053 Restoration Rides Ministry
- 22050 Sahuarita Food Bank
- 22022 Soroptimist International of Zane Grey Country
- 22023 Southern Arizona Alliance for Bilingual Education
- 22011 Southern Arizona Justice for Veterans
- 22024 Verde Valley Homeless Coalition

Input for credit form 352 has been updated to include the following new codes:

- 10053 Generation Justice
- 10056 Spreading Threads Clothing Bank

Input for credit form 322 has been updated to include codes 2216 - 2536.

Montana

Form MT2, NOL election for Farming Losses will populate with the correct input.

SSA-1099 input for Tier 1 railroad retirement is included as a subtraction on Form MT2, Page 4, Line 36.

Ohio - Ohio Cities

Indian Hill. The tax rate for this city has been updated to 0.525%.

Monroe. The estimate mailing address has been updated for this city.

RITA Form 37. Net operating loss for years prior to 2017 will be included in the NOL calculation when a 2017 loss is not present.

Oklahoma

The “Deduction for providing foster care” is for taxable years ending before January 1, 2018. This deduction was on Form 511, Schedule 511-C, Line 5 and Form 511NR, Schedule 511NR-C, Line 5. Line 5 of Schedule 511-C and 511NR-C and corresponding input are now represented as “Reserved” and the calculation will not be made. The return will be disqualified from e-file if you prepare the return with an amount in the reserved boxes.

Partnership (1065) Product Updates

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Arkansas

Rental depreciation difference adjustment items that stem from totals depreciation will now flow to the expected line item on the Form AR1050. Rental real estate depreciation adjustments will still appear on Line 2 of the Form AR1050, Schedule K. Other rental depreciation adjustments will now appear on Form AR1050, Schedule K, Line 3b. Rental Trade or Business depreciation adjustments will now appear on Form AR1050, Page 1, Line 22.

Connecticut

CT 1065, Pg 3, Column D will now have input overrides on Income / Deductions > Additions and Subtractions > Schedule B: Connecticut Source Income/Loss - Overrides (Interview Form CT17).

If the PE is the Designated Combined Reporting PE then the PE filed as a combined tax return will be checked on the CT 1065 Schedule K-1.

Input overrides were added on Income / Deductions > Additions and Subtractions (Interview Form CT6A) for Form CT 1065, Page 6, Columns A, B and C.

Medical insurance for guaranteed payments will now be deducted from CT 1065, Page 3, Line 19 when included in Line 13.

Georgia

Form IT-CR, Nonresident Composite Return, Line 1, includes correct standard deduction amounts for all filing statuses per updated form instructions.

Indiana

The amount of excess business interest expense from Form 8990, Line 31 will no longer be included on IT-65WK, Line 13A. This amount is properly included on IT-65, Line 2 with code 142.

Iowa

Iowa Form 4562A prints when federal input is present in the return.

Corporation (1120) Product Updates

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Federal

The QBID (199A) Schedule is now suppressed in both the accountants and client's copies when the option to suppress the schedule is used.

Florida

Schedule I, Line 19 excludes the addition adjustment for any federal IRC Sec. 179 asset expense deduction exceeding \$500,000.

Pennsylvania

REV-860A QMIRD deduction is now available.

S Corporation (1120S) Product Updates

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Kansas

On the filing instructions, K-40 Line 21 will show as the total tax. Lines 22-28 show on the filing instructions as payments or credits. Interest and penalties are from Lines 31-33, and Line 34 shows as the balance due amount.

Fiduciary (1041) Product Updates

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Federal

Section 199A Schedule E Passthroughs - The program does not automatically reduce passthrough QBI by the SE Health Insurance Deduction and Pensions. The following “Informational” diagnostic prints. Beginning on Sunday, March 17 this diagnostic is reflected as “Caution”.

QBID Worksheet. Entries are being made for Qualified Business Income from a passthrough. Since the composition of the entries may be from various classes of income and the qualified business income reported on the K-1s may be calculated and presented in a variety of ways, all entries must be net of all applicable adjustments and deductions. QBID entries from a passthrough will not be automatically adjusted. (38733)

Delaware

The DE return only generates if input is present for Delaware.

Illinois

IL-1041, Line 5 will now only include Illinois amounts that are included on Line 11 of federal 1041.

Estate and Gift (706/709) Product Updates

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Federal

If Gift Tax > Gifts > Generation-Skipping Transfer Tax > Include this gift in section 2652(a)(3) election (Interview Form GIFT-4, Box 102) is checked for a Schedule A, Part 3 gift, the gift number now carries to the “Enter the item numbers” line at the top of Form 709, Page 5.