

CCH® ProSystem fx® Tax

2018.05080

Release Notes

April 26, 2020



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## Contact and Support Information

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Product and account information can be accessed by visiting Customer Support online at [support.cch.com](http://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

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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/Recall, Organizer, technology enhancements)
- Updates made to Tax products (form additions and updates, diagnostic updates, changes caused by regulatory updates)

## Highlights for Release 2018.05080

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### 2018 Tax Updates

#### All Systems

Tax year 2018 federal product updates related to the CARES Act are now available, including:

- **All Systems** - New 15-year life for depreciation of Qualified Improvement Property (QIP)
- **Individual/Fiduciary/Corporation** - Net operating losses are now eligible for 5-year carrybacks
- **Individual/Fiduciary/Exempt Organization** - Removed Form 461, Business Loss Limitation
- **Corporation/S Corporation/Exempt Organization** - Amended the Refundable Prior Year Minimum Tax Credit

# Product Updates

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## Individual (1040) Product Updates

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### Federal

#### Net Operating Losses.

- Net operating losses are now eligible for 5-year carrybacks. Input has been added to the 1045 - Application for Tentative Refund > General > Other NOL amount to allow entry of net operating loss carryback amounts for NOLs unrelated to farm and/or casualty losses.
- Net operating losses are now eligible for 5-year carrybacks. As a result, the election to waive the carryback period will be prepared with input on the Federal Elections > Elections > Waive the net operating loss carryback period - 172(b)(3) (Interview Form FE-1, Box 42) or on the Net Operating Loss > NOL Schedule A > Elect to carryforward any 2018 net operating loss per Section 172(b)(3) (Interview Form M-21, Box 34). Input has been added to the 1045 - Application for Tentative Refund > General > Other NOL amount to allow entry of net operating loss carryback amounts for NOL carrybacks unrelated to farm and/or casualty losses.

Form 461. Section 461(l) loss limits are obsolete for 2018 tax preparation. Form 461 and Form 461 AMT will no longer be prepared. Federal input related to these forms on the Limitation of Business Losses worksheet (Interview Form M-20) has been made inactive.

## Corporation (1120) Product Updates

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### Pennsylvania - Philadelphia

The interest rate for late payment interest for fiscal year returns has been updated from 8% (.0067 per month) to 7% (.00583 per month).

## S Corporation (1120S) Product Updates

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### Pennsylvania - Philadelphia

The interest rate for late payment interest for fiscal year returns has been updated from 8% (0.0067) per month to 7% (0.00583 per month).

## Fiduciary (1041) Product Updates

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### Federal

As a result of the federal CARES Act the following changes have been implemented:

- Form 461 is now obsolete and will no longer calculate.



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

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### Federal

For the following forms, the due date for filing and making payments due on or after April 1, 2020 and before July 15, 2020, is automatically postponed to July 15, 2020, in accordance with IRS Notice 2020-23:

- Form 706
- Form 706-NA
- Form 8971

### Connecticut

The filing and payment deadline for Form CT-706/709 estate and gift tax returns due between April 1, 2020 and July 15, 2020, is automatically extended to July 15, 2020, per Connecticut State Department of Revenue Services Press Release dated April 14, 2020.

### Illinois

The filing and payment deadline for Form 700 has been adjusted for the following notices posted by the Illinois Attorney General: The payment and filing extensions announced in IRS Notice 2020-23 (postponing until July 15, 2020 certain obligations due on or after April 1, 2020 and before July 15, 2020) also extend the dates for the filing of Form 700 and payment of Illinois estate tax. Pursuant to the Attorney General's March 16, 2020 Notice, a 30-day extension for filing and payment remains in effect for estates with Illinois returns and payments due between March 16, 2020 and March 31, 2020. Please be aware that 35 ILCS 405/9 provides that "interest shall be charged" if "any amount of Illinois transfer tax imposed by [the] Act is not paid on or before the initial due date for the Illinois transfer tax return (without extensions)...."