

CCH® ProSystem fx® Tax

2019.03041

Release Notes

May 3, 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 Release Notes

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CCH® ProSystem fx® 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)

To access a list of CCH ProSystem fx Tax Release Notes for the current year and for prior years, visit the [Release Notes](#) page on our Customer Support site.

## Highlights for Release 2019.03041

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### Tax Updates

#### All Systems

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

#### Individual (Included with Release 2019.03040)

The IRS announced that first and second estimate vouchers should be combined for both paper and electronic filing purposes for a single July payment. Electronic filing addresses this issue on this release; paper vouchers will be combined on Release 2019.03041, scheduled for May 3, 2020.

### Electronic Filing Updates

#### Fiduciary

**New York** - All electronically filed returns, estimates, Forms 204-LL and extensions with direct debit are being stopped to prevent those direct debit requests past the transmission date from being withdrawn immediately. Please recalculate and retransmit these returns on release 2019.03041.

## Tax Product Updates

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### Individual (1040) Product Updates

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#### Arizona

AZ 8960, percent of state income taxes attributable to investment income, now calculates correctly for part-year returns.

#### Maryland

Subtraction code OO for Law Enforcement officer residing in Maryland applies to Form 502 when State use "1" is used on Income > Wages, Salaries, and Tips (W-2) > Detail > Line 16 State Use (Interview Form IRS-W2, Box 152).

When a foreign address is entered, Forms 502 and 505 reflect the foreign city or town and state or province and ZIP Code +4 or postal code on the Current Mailing Address, Line 2. The name of the country displays on the City or Town line. The State line and ZIP Code +4 line will be blank.

#### Michigan

The second estimated payment voucher due date has changed to July 15, 2020.

#### Michigan - Michigan Cities

The second estimate due date for Detroit that was originally due June 15, 2020 is now due July 15, 2020. The second estimate date that was due June 30, 2020 is now due July 31, 2020 for the following cities: Battle Creek, East Lansing, Flint, Grand Rapids, Ionia, Lansing, Lapeer, Pontiac, Portland, Springfield, and Walker.

#### Michigan MBT

The Michigan business tax second quarter estimate payments originally due July 15, 2020 are now due July 31, 2020.

#### Montana

The loss carry forward box on Page 8, Line 10 will be checked for non-resident and part-year returns with passive activity losses that carry forward to the next tax year.

#### Nebraska

In conformity to the Federal changes, Nebraska's Schedule III will no longer include Section 461 information in the calculation of Nebraska Taxable Income for Part-year and Non-resident returns.

## Oregon

Added Part B and C on existing statement for Federal Tax Worksheet per Oregon Publication 17. Also, new input was added to allow entry of Part B, Line 4 on Oregon > Income / Deductions > Nonresident and Part-year Information > Federal tax paid in current year for prior year (Interview Form OR6, Box 90). Subtraction codes 309, 311, 602, and 603 all flow to Part B and C, overriding the automatic calculations when necessary.

## Corporation (1120) Product Updates

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### Federal

Base erosion tax, Line 18, has been added to the overflow page for Form 1139.

Updated AMT carryover descriptions to indicate that they are for state use only.

### Nebraska

Net Operating Loss will be included on the General Carryover Data report for the allowed 20 years.

### Oregon

The Oregon due date for fiscal returns originally due between April 1, 2020 and July 15, 2020, has been automatically extended to July 15, 2020, for Forms OR-20, OR-20INC, and OR-20-INS. Penalties and interest will be calculated from July 16, 2020. Estimate payments are not extended.

## S Corporation (1120S) Product Updates

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### Georgia

Form 600S, Page 4, line 8, and page 5 reports current year credits. Prior year credits can be claimed by filing the composite return.

The Georgia composite return Form IT-CR second quarter estimated payments are extended from June 15, 2020, to July 15, 2020. The due date has been automatically extended for fiscal years filers as well. Due dates prior to July 15 are extended to July 15, 2020

### Illinois

The Apprenticeship Education Expense Credit has been added for returns that have a tax year begin date of January 1, 2020 or later.

### Louisiana

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

The depletion expense will be included on Schedule E, Line 8b.

### Oregon

The Oregon due date for fiscal returns originally due between April 1, 2020 and July 15, 2020, has been automatically extended to July 15, 2020, for Forms OR-20S and OR-OC. Penalties and interest will be calculated from July 16, 2020. Estimate payments are not extended.

### West Virginia

West Virginia Schedule A, Line 3 may increase due to additional deductions included on the Federal 1120S.



## Partnership (1065) Product Updates

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### Georgia

Form 700, page 5, Credit Schedule no longer reports sold credits.

The Georgia composite return Form IT-CR second quarter estimated payments are extended from June 15, 2020, to July 15, 2020. The due date has been automatically extended for fiscal years filers as well. Due dates prior to July 15 are extended to July 15, 2020.

### Illinois

Form IL-477, Column D will populate even when the credit is calculated to be zero.

Schedule 1299-A has been updated to include the Apprenticeship Education Expense credit for tax years beginning on or after January 1, 2020.

### Missouri - St. Louis

Saint Louis will now report Other Deductions from Line 13D of the Federal K-1 on Section A-1, Line 13 of the E-234.

### Oregon

The Oregon due date for fiscal returns originally due between April 1, 2020 and July 15, 2020, has been automatically extended to July 15, 2020, for Forms OR-65, OR-OC, OR-TM, and OR-LTD. Penalties and interest will be calculated from July 16, 2020. Estimate payments are not extended.

### Virginia

The statement for Form 8990 will no longer print behind Schedule VK-1 when the option to suppress state level statements is selected.

### Wisconsin

Involuntary conversions included on Form 3 in other income will now carry to Schedules 3K-1 in other income.

## Fiduciary (1041) Product Updates

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### Federal

The due date for second quarter 1041-ES payments for fiscal year returns ending February 2020 or March 2020 now show the correct due dates.

### Georgia

Georgia 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 have also been moved, as well as first and second estimates if they fall between those dates.

### Kentucky

Kentucky 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 have also been moved, as well as first and second estimates if they fall between those dates. Direct debit is allowed for both first and second estimate payments for calendar year returns on July 15, 2020 or the original due date. Kentucky does not support direct debit of any estimates for fiscal year returns.

### Michigan MBT

The Michigan business tax second quarter estimate payments originally due July 15, 2020, are now due July 31, 2020.

## Employee Benefit Plan (5500) Product Updates

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### Electronic Filing

Diagnostic 40415 is issued when Schedule H, Part IV, Line 5b(1), 5b(2) and/or 5b(3) is blank and Schedule H, Part II, Line 2l(2) indicates assets/liabilities were transferred to or from the plan.