

CCH® ProSystem fx® Tax

2020.02070

Release Notes

February 28, 2021



Contact and Support Information	2
Information in Tax Release Notes	3
Highlights for Release 2020.02070	4
Tax Updates	4
Electronic Filing Updates	4
Tax Product Updates	5
Individual (1040) Product Updates	5
Corporation (1120) Product Updates	9
S Corporation (1120S) Product Updates	11
Partnership (1065) Product Updates	14
Fiduciary (1041) Product Updates	17
Exempt Organization (990) Product Updates	19
Employee Benefit Plan (5500) Product Updates	20
Estate & Gift (706/709) Product Updates	21

Contact and Support Information

[Return to Table of Contents.](#)

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 Release Notes

[Return to Table of Contents.](#)

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 2020.02070

Return to [Table of Contents](#).

Tax Updates

Individual

- **Tax Projector** updates for tax year 2020 are available. Final quality assurance is in process and will be complete for the next release.
- **Tax Equalization (TEQ)** includes a TEQ version of the Recovery Rebate Worksheet.

Electronic Filing Updates

Partnership and S Corporation

Nebraska reject FPTC-0007 is resolved.

Approved Products Available on this Release

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

Individual

New Hampshire BT Summary Extension	Texas
New Hampshire DP-10 Extension	

Corporation

Alaska	District of Columbia Combined	Texas Combined
Alaska Consolidated	District of Columbia Extension	Texas Extension
Connecticut Combined	Georgia	
District of Columbia	Texas	

S Corporation

Alaska	District of Columbia Extension	West Virginia
District of Columbia	Texas	
District of Columbia Combined	Texas Extension	

Partnership

Alaska	Texas Extension
Texas	West Virginia

Fiduciary

Texas

Tax Product Updates

Individual (1040) Product Updates

Return to [Table of Contents](#).

Federal

Federal elections. All federal elections in the individual system will print the taxpayer's entire foreign address.

Form 3520. Input has been added on 3520 > General Information (Interview Form S-8, Boxes 65 and 70) to enter the explanation of automatic 2-month extension. This generates a statement attached to Form 3520.

Form 4797 using the automatic sale feature uses the asset description.

Form 8995. Self-employment health insurance deduction will deduct from qualified business income when only income on Schedule C is from statutory wages.

Paycheck Protection Plan (PPP) Loans and Expenses - New input is available that may be needed for state deconformity to the PPP provisions. State reaction is in process. Existing state override and adjustment fields may be used as well.

■ Income

- ◆ All fields are "Federally nontaxable Paycheck Protection Program (PPP) loan, Economic Injury Disaster Loans (EIDL) and other federal COVID grants and subsidies - State Use"
- ◆ Trade or Business - Business > Income and Cost of Goods Sold (Interview Form C-1, Box 68)
- ◆ Rent and Royalty - Rent and Royalty > State (Interview Form E-3, Box 90)
- ◆ Farm - Farm > Income (Interview Form F-3, Box 115)
- ◆ Passthrough
 - Fiduciary Passthrough > Activity (Interview Form IRS K-1 (1041), Box 381/Interview Form K-7, Box 81)
 - Partnership Passthrough > Activity (Interview Form IRS K-1 (1065), Box 980/Interview Form K-7, Box 81)
 - S Corporation Passthrough > Activity (Interview Form IRS K-1 (1120S), Box 950/Interview Form K-7, Box 81)

■ Expenses

- ◆ All fields are "Expenses paid with federally nontaxable Paycheck Protection Program (PPP) loan, Economic Injury Disaster Loans (EIDL) and other federal COVID grants and subsidies that were taken into account in calculating federal taxable income - State use"
- ◆ Trade or Business - Business > Expenses (Interview Form C-2, Box 60)
- ◆ Rent and Royalty - Rent and Royalty > State (Interview Form E-3, Box 91)
- ◆ Farm - Farm > Expenses (Interview Form F-3, Box 116)
- ◆ Passthrough

- Fiduciary Passthrough > Activity (Interview Form IRS K-1 (1041), Box 382/Interview Form K-7, Box 82)
- Partnership Passthrough > Activity (Interview Form IRS K-1 (1065), Box 981/Interview Form K-7, Box 82)
- S Corporation Passthrough > Activity (Interview Form IRS K-1 (1120S), Box 951/Interview Form K-7, Box 82)

Alabama

Federal income tax deduction worksheet, Line 4D shows amount from Schedule 3, Line 12A.

Colorado

The Colorado delinquent payment interest rate is now 3% as opposed to 6%. This rate change will be reflected on the DR 0104, Line 35.

Colorado Form DR 0104AD, Lines 5 and 6 will now allow the taxpayer to subtract the earned military retirement benefit income amount capped at \$7,500 as opposed to \$4,500 previously being used.

Connecticut

Spouse name, signature and date fields now present on Power of Attorney Form LGL-001, Part II.

Connecticut Electronic Filing

Diagnostic 60791 issues to disqualify returns with Federal Form 1310 present. These must be paper filed and a copy of Federal Form 1310 attached per Connecticut Department of Revenue.

Hawaii

Form N-11, Line 21c and Form N-15, Line 38c now include mortgage insurance premiums.

Hawaii Electronic Filing

Form N-342 now gets included in the e-file when there is only a carryover on Schedule CR.

Illinois Electronic Filing

Hyphenated FEIN entered on the Federal 1099-NEC is now included in the Illinois electronic file.

Indiana

In reaction to CARES guidance from Indiana, amounts will be added back on the respective addback schedule using code 120 for charitable contributions for non-itemizers, excess deductions upon termination of a trust, and Section 461(l) loss limitation suspension. This will not affect returns that already have addback code 120 input for taxpayer and spouse.

Indiana Schedule IN-K1 IT-41 will now aggregate the state and county withholding amounts from all activities attached to an entity.

Indiana Schedules 1 and B will no longer duplicate depreciation addbacks from IRS K-1s with multiple activities.

Kansas

The IRS provided guidance on how K-1 1041, Boxes 11A and 11B, excess deductions on termination should be treated. Excess deductions on Box 11A flow to Form 1040, Schedule 1, Line 22, and excess deductions in Box 11B flow to the applicable line on Schedule A. Kansas recognizes the deductibility of the amount in Box 11A as well as the breakdown of excess deductions into separate Schedule A deduction types. However, Kansas does not allow a deduction for excess deductions reported on Schedule A, Line 16.

Minnesota

Estimated Tax Worksheet, Line 5 for exemptions no longer includes an exemption amount for the taxpayer and/or spouse when it should not.

Minnesota Schedule KS, Line 9 properly includes the Schedule KSNC Line 24, amount from a Schedule KSNC attached to it.

Missouri

Diagnostic 60784 issues when the amounts on Form MO-A, Part 3, Section A, Line 2, or Section B, Line 2, or Section C, the sum of Lines 6Y and 6S, do not equal the amount from the Federal 1040, Line 6b.

The other adjustments line on the Missouri AGI worksheet will now include the charitable contributions from the Federal 1040, Line 10c.

Nebraska

The Parcel ID fields on Nebraska Form PTC now allow up to 20 characters.

Nebraska Electronic Filing

ELF Diagnostic 60792 will now issue whenever a Property Tax Year is greater than the current tax year on Form PTC.

New York

New York state AGI and taxable income are computed correctly when the federal charitable deduction adjustment override is used, but no supporting contribution amounts have been entered.

Oregon

Taxpayers will be able to claim the Oregon Medical Subtraction if they are 66 or older.

The federal tax subtraction will be reduced by the sum of the recovery rebate credit and economic impact payments even if only one economic impact payment was received.

The Oregon 529 credit (code 895), ABLE credit (code 896), and Short Line Railroad Rehabilitation credit (code 872) may be claimed on the OR ASC and OR ASCNP.

Pennsylvania

PA-40, Line 1a includes amounts from 1099-NEC.

Pennsylvania - Philadelphia

Calculations on Philadelphia forms BIRT and NPT are subjected to the 163(j) business interest expense limitation. Also, calculations on Philadelphia Form NPT will allow 50% of 2019 Excess Business Interest Expense from a passthrough.

Vermont

Forms HS-122 and HI-144 are allowed to be electronically filed when household income is reported as zero.

Wisconsin

Wisconsin recently conformed to the federal EIC provision, allowing taxpayers to use 2019 earned income when higher.

Corporation (1120) Product Updates

[Return to Table of Contents.](#)

Federal

New input is available to enter amounts for Paycheck Protection Plan Loans and expenses that may need to be accounted for and included on Federal Schedule M-1 and for state de-conformity adjustments. Existing state overrides and adjustments may still be used instead of these new fields. Amounts entered as loans will be included on Federal Schedule M-1 as well as an adjustment for states that de-conform to federal. Amounts entered as expenses are state use only. Tax Exempt returns treat both loans and expenses as state use only.

The following business states currently use these boxes:

- California (1120/1120S only)
- Kentucky
- Massachusetts
- Minnesota
- North Carolina
- Utah
- Wisconsin

Trade or Business

- Federal > Income Deductions > Business > Income > State Information for PPP Loan Forgiveness
- Interview Form A-3, Boxes 300 and 301.

Farm

- Federal > Income/Deductions > Farm/4835 Farm and Farm Rental > General > Miscellaneous
- Interview Form F-2, Boxes 90 and 91

Rent and Royalty

- Federal > Income/Deductions > Rent and Royalty > General > Miscellaneous
- Interview Form E-1, Box 154 and 155

Passthrough

- Federal > Income/Deductions > Fiduciary Passthrough (Fiduciary K-1) > Other Income and Deductions > Codes PPP and EXP
- Interview Form K1P, Box 436, Codes PPP and EXP
- Federal > Income/Deductions > Partnership Passthrough (Fiduciary K-1) > Other Income and Deductions > Codes PPP and EXP
- Interview Form K!F, Box 296, Codes PPP and EXP

Delaware

Form 1100 Schedule 3-B Determination of Apportionment Percentage, Line 3 has been updated to a single-factor calculation in accordance with the Delaware form instructions for 2021.

Maine

1120ME Signature and Address of preparer on Page 4 will now print.

Massachusetts

Expenses paid with nontaxable Paycheck Protection Plan loans are non-deductible and are added back as an adjustment on the Massachusetts return. This adjustment carries to Form 355, Schedule E, Line 13. For filers of Form 63FI, this carries to Schedule A, Line 10. Unitary filers see the adjustment on Schedule U-E, Line 29.

Schedule FE is now also activated for Federal Form 5471 new category filers 5b and 5c.

Minnesota

The CARES Act created Payroll Paycheck Protection Loans to help businesses through the COVID crisis. Federal input for the Paycheck Protection Program under the CARES Act will flow to Form M4NC, Line 1 under Section 1106 of the CARES Act. Input using code 1106 on Minnesota > Income / Deductions > Federal Adjustments Not Adopted by MN (Interview Form MN16, Box 30) will override the amount on M4NC Line 1. Using code 276 on Minnesota > Income / Deductions > Federal Adjustments Not Adopted by MN (Interview Form MN16, Box 30) will add to the amount present on M4NC, Line 1. Since the Federal input includes PPP loans, EIDL, and other loans, grants, and loan repayment assistance under the CARES Act, additional Minnesota input is necessary to separate out the EIDL and other loans, grants, and loan repayment assistance under the CARES Act. Using codes 18004, 1109, 1110E, 1112C, and 331 on Minnesota > Income / Deductions > Federal Adjustments Not Adopted by MN (Interview Form MN16, Box 30) will reduce the amount present on Line 1 under CARES Act Section 1106, if the amount on Line 1 does not contain an override. Input using those five codes will flow to Line 16 of Form M4NC.

Pennsylvania - Philadelphia

BIRT PC and BIRT PC EST for second year filers will now use overrides on Federal > Payments/Penalties/Estimates > 2 - Estimates Overrides (Interview Form T-9).

S Corporation (1120S) Product Updates

[Return to Table of Contents.](#)

Federal

Form 8825 Line 20a, a new statement has been added to include the details of 2019 50% excess business interest loss carryovers.

New input is available to enter amounts for Paycheck Protection Plan Loans and expenses that may need to be accounted for and included on Federal Schedule M-1 and for state de-conformity adjustments. Existing state overrides and adjustments may still be used instead of these new fields. Amounts entered as loans will be included on Federal Schedule M-1 as well as an adjustment for states that de-conform to federal. Amounts entered as expenses are state use only. Tax Exempt returns treat both loans and expenses as state use only.

The following business states currently use these boxes:

- California (1120/1120S only)
- Kentucky
- Massachusetts
- Minnesota
- North Carolina
- Utah
- Wisconsin

Federal > Income/Deductions > Schedule K Other Income/Deductions > Schedule K - PPP Loans, EIDL and Other COVID Grants or subsidies

Federal > Income/Deductions > Schedule K Other Income/Deductions > Schedule K - Expenses Paid with PPP Loans

Interview Form K-3, Box 30, Code PPL or PPE

Alabama

Form ET-1 Page 4, Other Information, Accrual check box will now be marked with an "X" when selected on General > Basic Data > Schedule B and Sch B-1 Information > Accounting method (Interview Form 4, Box 50).

Arkansas

Payee name for Annual Corporation Franchise Tax Report was updated for spelling of "Administration."

Indiana

Form IT-20S, Page 3, paid preparer address, the ZIP code will show all 9 digits when they are present.

Kansas

Form K-130 now prints the EIN of the Federal Consolidated Parent for 1120S returns.

Kentucky

Custom filing instructions will now include underpayment penalty with interest and penalties.

Form PTE-WH A-D, Section 6, Exempt box will now be checked when input is present.

Form PTE, Lines 10 and 19 are no longer duplicating.

Form PTE, Page 1, Line 2, State income taxes based on net/gross income, is no longer duplicating the addition to federal ordinary income.

Maine

New input for Other Additions and Other Subtractions is added to the Maine Schedule K-1 equivalent. This input can be found in Maine > Adjustments > Section 1 > Line 21 (Interview Form ME7, Boxes 85 - 87).

Massachusetts

Paycheck Protection Plan loan income is not taxable income and expenses are added back for Massachusetts Corporation Forms 355S, 63FI, and 355U.

Paycheck Protection Plan loan income is taxable income and expenses are reported for Massachusetts Composite NRCR.

The Paycheck Protection Plan (PPP) income and expenses are listed at the bottom of Schedule SK-1 with a note on how the Massachusetts forms treat the PPP.

Schedule FE is now also activated for Federal Form 5471 new category filers 5b and 5c.

Michigan - Michigan Cities

The Return Summary will reflect MI-Cities for the Form CF-1120 cities added in 2020.

Minnesota

Schedule KSNC, Page 2, S Corporation's Name prints automatically.

Schedule KS, Lines 9 and 16 will properly include code 2307 from Schedule KSNC.

The CARES Act created Payroll Paycheck Protection Loans to help businesses through the COVID crisis. Federal input was added for Federally nontaxable PPP loan, EIDL, and other federal COVID grants and subsidies under Income/Deduction > Schedule K - Other Income / Deductions > Section 11 Summary of Sch K Income and Deduction Items with Book/Tax Adj. (Interview Form K-3). When entering amounts using code PPL, these amounts will flow to MN Schedule KSNC, Line 1. The automatic calculation can be overridden through Minnesota > Income / Deductions > Section 3 Federal Adjustments Not Adopted by Minnesota (Interview Form MN16) with Code 1106. Using code 276 on Minnesota > Income / Deductions > Section 3 Federal Adjustments Not Adopted by Minnesota (Interview Form MN16) will add to the amount present on Schedule KSNC, Line 1. Since the Federal input includes PPP loans, EIDL, and other loans, grants, and loan repayment assistance under the CARES Act, additional Minnesota input is necessary to separate out the EIDL and other loans, grants, and loan repayment assistance under the CARES Act. Using codes 18004, 1109, 1110, 1112, and 331 on Minnesota > Income / Deductions > Section 3 Federal Adjustments Not Adopted by Minnesota (Interview Form MN16) will flow to Line 15 of Form KSNC.

Nebraska Electronic Filing

Form PTC, Part D will now show the income or ownership percentage using whole numbers in the electronic file to prevent reject FPTC-007.

Ohio - Ohio Cities Electronic Filing

Clients now will have the option to use an input override on State > Ohio City > Detail > General Information > Small Employer field (Interview Form OHC6, Box 85) to check the Small Employer box on Form RITA 27.

Pennsylvania - Philadelphia

Estimated payments for second year filers on Form BIRT Payment coupon will now use overrides from Payments/Penalties/Estimates > Estimates and application of overpayment > Estimates overrides section (Interview Form T-9).

Partnership (1065) Product Updates

[Return to Table of Contents.](#)

Federal

Form 8825 Line 20a, a new statement has been added to include the details of 2019 50% excess business interest loss carryovers.

New input is available to enter amounts for Paycheck Protection Plan Loans and expenses that may need to be accounted for and included on Federal Schedule M-1 and for state de-conformity adjustments. Existing state overrides and adjustments may still be used instead of these new fields. Amounts entered as loans will be included on Federal Schedule M-1 as well as an adjustment for states that de-conform to federal.

Amounts entered as expenses are state use only. Tax Exempt returns treat both loans and expenses as state use only.

The following business states currently use these boxes:

- California (1120/1120S only)
- Kentucky
- Massachusetts
- Minnesota
- North Carolina
- Utah
- Wisconsin

Federal > Income/Deductions > Schedule K Other Income/Deductions > Schedule K - PPP Loans, EIDL and Other COVID Grants or subsidies

Federal > Income/Deductions > Schedule K Other Income/Deductions > Schedule K - Expenses Paid with PPP Loans

Interview Form K-3, Box 30, Code PPL or PPE

Schedule K-1.

- The Partner's Schedule K-1 Current Year Net Income/loss Statement will exclude the Health Insurance Premiums amount when the option to do that is present in Office Manager > Miscellaneous Options > Reserved Future Use 1.
- The Schedule K-1, Box 20, Code AH, Section 743(b) Basis Adjustment statement will include the prior year bonus depreciation amounts in the Accumulated Depreciation/Amortization.
- The Section 743(b) Original Basis and Beginning Accumulated Depreciation and Amortization amounts reported on the Schedule K-1, Box 20, Code AH Section 743(b) Basis Adjustment will be allocated based on the Ratio ID input and not the Current Year Section 743(b) Positive and Negative Adjustments reported on Lines 11F and 13V.

Schedule K. The Net Rental Real Estate Income (Loss) amount reported on the statement supporting Form Schedule K, Line 2 will be adjusted to reflect the allowable 50% of the 2019 EBIE carryforward deduction.

Kentucky Electronic filing

Direct Debit report will now print the correct payment date year.

Massachusetts

Paycheck Protection Plan loan income is included in taxable income for Massachusetts personal income tax, which includes Form 3 and Form NRCR filers.

Michigan - Michigan Cities

The Return Summary will display Michigan Cities for all returns filed using Form CF-1065.

Minnesota

The CARES Act created Payroll Paycheck Protection Loans to help businesses through the COVID crisis. Federal input was added for Federally nontaxable PPP loan, EIDL, and other federal COVID grants and subsidies under Income/Deduction > Schedule K - Other Income / Deductions > Section 11 Summary of Sch K Income and Deduction Items with Book/Tax Adj. (Interview Form K-3). When entering amounts using code PPL, these amounts will flow to MN Schedule KSNC, Line 1. The automatic calculation can be overridden through Minnesota > Income / Deductions > Section 3 Federal Adjustments Not Adopted by Minnesota (Interview Form MN16) with Code 1106. Using code 276 on Minnesota > Income / Deductions > Section 3 Federal Adjustments Not Adopted by Minnesota (Interview Form MN16) will add to the amount present on Schedule KSNC, Line 1. Since the Federal input includes PPP loans, EIDL, and other loans, grants, and loan repayment assistance under the CARES Act, additional Minnesota input is necessary to separate out the EIDL and other loans, grants, and loan repayment assistance under the CARES Act. Using codes 18004, 1109, 1110, 1112, and 331 on Minnesota > Income / Deductions > Section 3 Federal Adjustments Not Adopted by Minnesota (Interview Form MN16) will flow to Line 15 of Form KSNC.

Nebraska Electronic Filing

Form PTC, Part D will now show the income or ownership percentage using whole numbers in the electronic file to prevent reject FPTC-007.

New York

Form TR-579-PT will now print the ERO and preparer date when the option is selected in Office Manager.

New York IT-204-WS, Line 7, Column A will no longer double when a like-kind exchange property is coded as 4797 property.

Oregon

CES, Clean Energy Surcharge, extension payment that was paid updated from P-2020, prepayment to Form CES, prepayment.

Form OR-65, Partnership Return of Income, mailing address has been updated to PO Box 14950.

Form P-2020, Combined Tax Return for Multnomah County and City of Portland, Lines 12 and 22, for Tax, will calculate to zero when there is an Exemption applied to either Multnomah, Portland, or both.

Pennsylvania Electronic Filing

The Electronic Filing Status for Form PA-20S/PA-65, Form PA-65 Corp, and Form PA-40 NRC will print on the Electronic Filing Status Report and Electronic Filing Export Dialog.

Virginia Electronic Filing

The amended return explanation is now included in the electronic file.

Fiduciary (1041) Product Updates

Return to [Table of Contents](#).

Federal

Final year deductions entered on a 1041 passthrough flow to Form 1041, Page 1, Line 12.

Paycheck Protection Plan (PPP) Loans and Expenses - New input is available that may be needed for state deconformity to the PPP provisions. State reaction is in process. Existing state override and adjustment fields may be used as well.

All fields are under Federally Nontaxable Loans.

- Income
 - ◆ Trade or Business - Business > Income and Cost of Goods Sold (Interview Form C-4, Box 40 (Schedule C))
 - ◆ Rent and Royalty - Rent and Royalty > State (Interview Form E-3, Box 70)
 - ◆ Farm - Farm > Income (Interview Form F-3, Box 110 (Schedule F/4835))
 - ◆ Passthrough
 - Fiduciary Passthrough > Activity (IRS Fiduciary Passthrough/Interview Form O-7, Box 91)
 - Partnership Passthrough > Activity (IRS Partnership Passthrough/Interview Form O-7, Box 91)
 - S Corporation Passthrough > Activity (IRS S Corporation Passthrough/Interview Form O-7, Box 91)
- Expenses
 - ◆ Trade or Business > Business > Expenses (Interview Form C-4, Box 41)
 - ◆ Rent and Royalty - Rent and Royalty > State (Interview Form E-3, Box 71)
 - ◆ Farm - Farm > Expenses (Interview Form F-3, Box 111 (Schedule F/4835))
 - ◆ Passthrough
 - Fiduciary Passthrough > Activity (IRS Fiduciary Passthrough/Interview Form O-7, Box 92)
 - Partnership Passthrough > Activity (IRS Partnership Passthrough/Interview Form O-7, Box 92)
 - S Corporation Passthrough > Activity (IRS S Corporation Passthrough/Interview Form O-7, Box 92)

Schedule K-1.

- Final year excess deductions will no longer calculate if deductions have been removed from the return.
- The Schedule K-1 will now calculate Box 12, Code A correctly when the returns DNI is less than \$100.

Electronic Filing

Disqualifying diagnostic 48980 no longer issues for any HTKO without a date of taxes paid or accrued entered.

California

California nonresident returns will no longer include amounts not sourced to California on the other income line, when not apportioning.

Idaho

Previously Idaho Form 66, Line 5 considered 100% of income and capital gains as being distributed similar for federal. Form 66, Line 5 will now be the total of Form PTE-12 columns (b), (c), and (e).

New York Electronic Filing

Form IT-2106 will no longer be included in IT-205 portion of e-file causing reject 04012.

Exempt Organization (990) Product Updates

Return to [Table of Contents](#).

Federal

New input is available to enter amounts for Paycheck Protection Plan Loans and expenses that may need to be accounted for and included on Federal Schedule M-1 and for state de-conformity adjustments. Existing state overrides and adjustments may still be used instead of these new fields. Amounts entered as loans will be included on Federal Schedule M-1 as well as an adjustment for states that de-conform to federal. Amounts entered as expenses are state use only. Tax Exempt returns treat both loans and expenses as state use only.

The following business states currently use these boxes:

- Minnesota
- North Carolina

Federal > Unrelated Business Tax > Schedule A > Other Income

Interview Form T-2, Box 106 - Loans

Interview Form T-7, Box 76 - Expenses

The statement generates on Form 990T, Page 2, Part V, Line 4 and 5 when information is entered on worksheet Unrelated Business Tax > Schedule A > Unrelated Debt Financed Income - Part V statements (Interview Form T-4A).

Employee Benefit Plan (5500) Product Updates

Return to [Table of Contents](#).

Federal

Form 2848. When input is entered to print the taxpayer's signature on Form 2848 by making an entry in Basic Data > General > Print taxpayer signature on Form 2848 field (Interview Form 1, Box 65), the cover letter, transmittal letter, and filing instructions will include the following paragraph. "Form 2848, Power of Attorney, has been electronically signed and filed online on your behalf. No further action is required."

Estate & Gift (706/709) Product Updates

Return to [Table of Contents](#).

Federal

Form 2848. The taxpayer's signature can be printed on Form 2848 by making an entry in Basic Data > Name and Address > Other Information > Print taxpayer signature on Form 2848 (Interview Form 1, Box 70). The date that the taxpayer signed the return will be printed on Form 2848 if entered in Basic Data > Name and Address > Other Information > Taxpayer signature date on Form 2848 (Interview Form 1, Box 71). The transmittal letter and cover letter will reflect that Form 2848 was filed online by the preparer.

The following form is updated for revisions posted by the IRS:

- Form 2848 (January 2021 version date)