

CCH® ProSystem fx® Tax

2021.04010

Release Notes

July 24, 2022



| | |
|---|----------|
| Contact and Support Information | 2 |
| Information in Tax Release Notes | 3 |
| Highlights for Release 2021.04010 | 4 |
| Tax Updates | 4 |
| Electronic Filing Updates | 4 |
| Tax Product Updates | 5 |
| Individual (1040) Product Updates | 5 |
| Corporation (1120) Product Updates | 7 |
| S Corporation (1120S) Product Updates | 8 |
| Partnership (1065) Product Updates | 9 |
| Fiduciary (1041) Product Updates | 10 |
| Exempt Organization (990) Product Updates | 11 |
| Estate & Gift (706/709) Product Updates | 12 |

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 2021.04010

Return to [Table of Contents](#).

Tax Updates

Individual

Arizona Form 309 SBI is now available.

S Corporation and Partnership

New Spreadsheet K-1 Import and Export for K-2 / K-3 now available :

- K-2 / K-3 Import from Spreadsheet
- K-2 / K-3 Export to Spreadsheet

Estate & Gift

Connecticut Forms CT-706/709 next year and CT-706 NT next year are available.

Electronic Filing Updates

Approved Products Available on this Release

The following products are approved and available on this release:

Individual

Multnomah Form ARTS

S Corporation

With this release, we will no longer generate PDF attachments for Schedule K-2 and K-3. These schedules can only be filed through the electronic filing XML. There is no shareholder limitation. Upload speed of the return may be affected by the size/information in the return. These delays may appear to the user as longer processing times. With larger returns, a message of “Not Responding” may display in the application. If you see a delay, please wait for the upload to complete before attempting to interrupt the upload.

Partnership

Schedule K-2 / K-3 XML limit is 250 partners for this release. We are currently investigating paths for technology changes to increase this limit in upcoming releases. Look for future announcements via Software News as schedules are finalized.

Fiduciary

Louisiana

Tax Product Updates

Individual (1040) Product Updates

Return to [Table of Contents](#).

Federal

Form 8865, Sch K-3, Page 4, Line 24 total will calculate when data is directly keyed in on Pages 1 through 4.

Non-passive business, rental, or farm with passive carryovers and current year 4797 loss no longer applies the current year loss to the passive carryovers for the qualified business income deduction.

Alabama

Alabama refund telephone number has been updated in the filing instructions.

Arizona

Form 309 SBI is available. If credit for taxes paid is claimed on the SBI return, Form 309 SBI must be prepared as well.

California

3805V AMT Part II, Line 1 and Part III, Line 2 and/or 3, Column F now calculate along with the deduction from Schedule CA, Part I, Section B and Schedule CA (540NR), Part II, Section B, Line 9b1 and/or Line 9b2.

Schedule CA, Part I, Section B and Schedule CA (540NR), Part II, Section B, Line 9b1 and 9b2 now reflect the amount used on Form 3805V, Part III, Line 2 and/or 3, Column f. Diagnostic 29343 no longer issues.

Colorado

State sales tax credits no longer calculate after April 18, 2022 for returns with no state income tax liability and no state withholding.

Indiana

Form IT-40X is obsolete and has been removed from the program as it is not a valid government form anymore. If you need to amend (correct) your 2021 individual income tax return after you initially filed, prepare another IT-40 return that reflects all changes and check the "Amended" box on the front page. This applies to the resident and part-year resident forms as well. All amounts previously paid should be reported as an estimated payment. All refunds previously received should not be reported on an amended filing. Amended e-file is not supported at this time.

Iowa

2019 60% charitable contributions carryovers are now included in the charitable contributions worksheet.

The carryover report now includes the computed NOL amount when there is also an NOL carryforward on Part I.

Maryland

MD 502CR Part CC, Line 10 will include any amount reported on Part CC, Line 9.

Minnesota M1PR

Form M1PR, Line 5 will not include contributions from 1099R, Line 5.

Missouri

The late payment interest rate has been changed from five percent to three percent.

Montana Electronic Filing

Returns with a 1099-MISC with a payer that has a comma within the first 5 characters of the payer's name will no longer receive a schema error when electronically filing Montana returns.

New Jersey

NJ-1040, Line 42 now calculates if Line 29 is above the filing threshold for part-year resident returns.

Oregon - Multnomah/Portland/TriMet

Form ARTS is now available to file electronically.

The preparer name and phone number fields on Forms MET-40, MC-40, MET-40-NP, and MC-40-NP now pull directly from Office Manager if there is data present.

The standard filing instructions for Form SP-2021 now include the proper information.

Virginia

Form 763S. "If your state of residency for tax purposes does not have an income tax, check here" and "Did you file a state income tax return for the year in question with the state reported under question 4 above" operate independently of one another.

Corporation (1120) Product Updates

Return to [Table of Contents](#).

Kansas

Form 130-ES address in the letters and instructions has been updated to print the city, state and ZIP code once.

Missouri

MO-1120ES mailing address has been updated to PO Box 3020, Jefferson City, MO 65105-3020.

Schedule MO-MS will generate when needed at the consolidated level.

S Corporation (1120S) Product Updates

Return to [Table of Contents](#).

Federal

Form 8865, Sch K-3, Page 7, Part 3, Section Line 2b will only populate based on input.

Missouri

Forms MO-1120S, MO-7004, MO-1NR, MO-2NR, INT-2, INT-3, and MO-60 now allow a foreign company address.

MO-NRS will now calculate when using Allocation of Nonapportionable Income on MO-MSS.

Oregon - Multnomah/Portland

Form SC-2021. Underpayment Penalty rate was updated to the correct rate.

Partnership (1065) Product Updates

Return to [Table of Contents](#).

Federal

Form 8865, Schedule K-2. Foreign tax paid input will flow to Form 8865, Schedule K, Line 21.

Form 8865, Schedule K-2, Page 5. Net Income calculation on Line 55 will now include income from Page 3, Line 24.

Form 8865, Schedule K-2, Section A, Line 1 will now be checked when any Part 1, Boxes 2 through 12 are checked below on Page 1. Form 8865, Schedule K, Box 16 will be automatically checked when 8865, Schedule K-2 is present.

Idaho

The amount of Idaho income tax on Form 415, Line 44, or Form 65, Line 42, can no longer be negative when making the affected business entity election.

Kansas

Form K-59, Line 13 now utilizes the input on Kansas > K-59 > General Information > Amount of credit received by transfer (Interview Form KS14, Box 104).

Michigan - Michigan Cities

Salaries and wages after employment credit will be reported on Form 5458, Page 3, Line 17

Oklahoma

2018 Form 506 in Column (10) will now include the amount of credit utilized in 2021.

Fiduciary (1041) Product Updates

Return to [Table of Contents](#).

Federal

Form 8995/8995-A and Schedule K-1 Statements. If there are any distributions in the return, the SSTB QBI income/loss and carryovers are now distributed by the same percent even when the return's income is above the threshold.

ESBT. The ESBT charitable contribution worksheets now pull the entity name and identification number correctly.

ESBT NOL AMT calculates amounts for Line 1 based on the ESBT loss amount instead of regular tax loss amount.

Partial Grantor. The state tax refund year on the statements and footnotes will now show 2020 when appropriate.

Hawaii

Schedule D, Pages 1 and 2 no longer print when the return type selected is a Custodial Remainder Trust.

Massachusetts

Distributed ELTCRD credits on Schedule CMS, Section 3 now show in Column H while the trust portion shows in Column G.

Letters produce for Form 63D-ELT when all of the refund is applied to the estimates.

Vermont

Penalty and interest now calculate from the original due date when an extension payment override has been entered for the federal return.

Exempt Organization (990) Product Updates

Return to [Table of Contents](#).

Federal

Form 8995, Line 6 will no longer double when multiple activities are used on passthrough input.

California

Form RRF-1 has been updated to calculate the minimum fee when gross revenue is less than \$0.

Estate & Gift (706/709) Product Updates

Return to [Table of Contents](#).

Connecticut

The following final Connecticut forms are available for dates of death in 2022:

- Form CT-706/709
- Form CT-706/709 EXT
- Form CT-706 NT