

CCH® ProSystem fx® Tax

2022.03010

Release Notes

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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 2022.03010

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## Tax Updates

### Fiduciary

**Split-Interest Trust, Form 5227**, is now available for electronic filing. If a state return is needed to be filed with the return, it must be filed separately as the IRS does not allow states to be filed with the form.

### Corporation, S-Corporation, and Partnership

Oregon Multnomah extensions (Form EXT) are available once again to be electronically filed with this release along with the updated schema changes and forms required to accommodate that schema.

## Electronic Filing Updates

### Fiduciary

Federal Form 5227

Iowa

Louisiana

### Exempt Organization

District of Columbia Extension

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## Tax Product Updates

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### Individual (1040) Product Updates

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#### Federal

**Form 8962, Line 29.** Excess advance premium tax credit repayment is now included in Schedule A, Line 1 when filing status is married filing jointly.

#### Alabama

Pension or annuity from a non-qualified plan no longer carries to Form 40 or Form 40NR as Other Income.

#### Idaho

**ID Schedule K-1, Line 78** no longer calculates the tax paid by affected business entity amount entered on ID > Other > Idaho Schedule K1 Information (Interview Form ID16A, Box 39).

**Idaho Forms 56 - Idaho Net Operating Loss Carryforward/Carryback and 56A - Net Operating Loss Application** are now available.

The 2 Year Comparison reflects the Idaho grocery credit amount in refundable credits.

#### Kentucky Electronic Filing

**Kentucky 725** returns have been updated to receive a disqualifying diagnostic if the LLET Account Number is not present. If the account number is present and rejection code KYSUB-0100 still issues, please contact Kentucky as explained in the rejection text.

#### Massachusetts

**Form MA-1, Line 11a and Form 1-NRPY, Line 15a** are limited to the SE tax on the federal return.

#### Mississippi

Filing Instructions and Transmittal Letters now reflect direct deposit details.

#### Missouri

The amount on form MO-1040, Lines 30Y and 30S uses the current year rate rather than the next year estimate rate if the amount of tax on Lines 29Y or 29S are less than or equal to the minimum estimate rate threshold.

#### Montana

**Form MT2 Page 3, Montana Medical Savings Account (MSA) Schedule, Line 2** uses the correct maximum limit for contributions per taxpayer.

## Nebraska

**Form PTC, Part B**, prints all information present on Form PTC, Part B when over 15 characters have been entered on Nebraska > Credits > Property Tax Incentive Act Credit > Parcel ID number (Interview Form NE-16, Boxes 35, 45, and 51).

## New Hampshire Electronic Filing

Transmittal letters for amended BT-Summary returns properly reflect the return results.

## New York

A new option to override the New York TPRIN exclusion code from the Office Manager selection has been added to allow the TPRIN exclusion code to be blank.

## Ohio Electronic Filing

Rounding issue has been corrected, which will prevent OH rejection OH-IT1040-136.

## Ohio – Ohio Cities

**Lakewood.** The address for the city of Lakewood has been updated.

## Oregon

**Corporate Activity Tax (CAT)** forms have been updated to support entities with an FEIN.

## Oregon - Multnomah/Portland/TriMet

Estimate Vouchers for Forms MET-40, MC-40, MET-40-NP, and MC-40-NP are now available.

- They will appear in the menu as MET-EST and MC-EST and utilize Form PIT-V as a base.
- New Input is available on Interview Forms MUL11B and MUL12B and Worksheet sections Metro SHS Estimated Tax and Multnomah County PFA Estimated Tax.
- Estimate Vouchers automatically generate if the estimated tax is greater than the threshold of \$1,000, unless specified otherwise through input.

## Rhode Island

Social Security income properly flows to Schedule M, Line 1s based on the taxpayer's date of birth.

## Corporation (1120) Product Updates

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### Colorado

Form CO DR 0112, Line 6 has been updated to include meals addback.

### Illinois

Form 4562, Line 10 includes 100 percent bonus assets that are placed in service after December 31, 2020 and before January 1, 2023.

Form 4562, Line 8a. A statement has been added to show a list of assets included on this line.

### Indiana

Transmittal letters for mailing the IN IT-6 estimate payments have been updated from P.O. Box 7226 to P.O. Box 6032.

### Maine

ME 1120.

- Amended filing instructions will only generate when amended is requested for ME 1120.
- Pages 5-7 will no longer be present in the menu.
- Reflects overpayment applied to next year.

### Missouri

MO1120, Page 2, Medal of Honor Fund, now has input available on Interview Form MO1 (General > Special Fund Donations).

### Philadelphia

E-file Signature Authorization form, Line 1 will pull from BIRT/BIRT-EZ, Line 5.

Schedule D, Line 5c shows the amounts on the statement.

Schedule D, Worksheet S, Lines S1 and S3 pull from Line 8 instead of Line 6.

### Power Pack

1120-REIT, Page 1. Item E fills with 0 when there are no ending assets.

### Texas

The parent level return of a Texas combined return will report the total receipts from the other members not marked as "No Nexus" regardless of indicating the parent return is no nexus.

### West Virginia Consolidated

Schedule UB-CR, PART 4, NOL Section, Line 16, Net Operating Loss used this Tax Period, now applies line NOL4, Total NOL available for use by entity in this period.

## S Corporation (1120S) Product Updates

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### Alabama

Transmittal letter will now print Form 20S refund information only when Form 20S has a refund.

### Arkansas

All deductions should now flow through on Schedule AIS. Please recalculate your return on this release and resubmit.

When detailed interest entries are made, Schedule AIS will put the detailed interest as the description.

### Colorado

Colorado has been updated to support Shareholder > Shareholder Information - State Specific > Shareholder State Information (STK-1) input to select which partners are included in the composite.

Filing instructions have been updated to instruct clients to mail Form DR 1706 and its corresponding K-1s to Colorado Department of Revenue or visit the Colorado Department of Revenue website to file the K-1s online.

#### Form 106.

- **Line 11** has been updated to generate the Colorado source income of nonresident partners included in the composite.
- The Transmittal letter has been updated to reflect the amount due on Form 106, Line 29.

#### Form CO K-1.

- **Line 11** has been updated to pull from the Federal K-1, Lines 11 and 12.
- **Line 7** has been updated to include Form K-1, Lines 7, 8a, and 9.

#### Form DR 106K.

- Line 15 will populate when the SALT Parity Act (PTE) has been elected.
- Line 10 has been updated to no longer include the State income tax add back

**Form DR 0108 and Form DR 0108 (Fiscal Year)** have been updated to generate for the appropriate partners.

### Georgia

**Form GA-8453S** prints upon export when requested.

The option to remove a 2D barcode from Form 600S is now available on Federal > Common State/City > State / City Common Data > General Information > Request 2D barcode if applicable (Interview Form GEN-1, Box 58).

**Form IT 560 C** extension voucher will calculate the correct amount due when the option to carry the amount to the return is "No."

**Form IT-CR** will include all pages in all copies of the printed return.



## Illinois

Estimated payments entered on Federal Payments/Penalties/Estimates > Payments > State Quarterly Payments without a code (Interview Form STPAY-1, Box 31 without Box 34) carry to Form IL2220 the same way as payments made with code 6E. Total payments entered in the Total if four equal timely installments made field do not carry to Form IL2220 because these payments also do not carry to Form IL1120ST.

Form IL2220, Line 13 fills with withholding or PTE tax credit received.

## Iowa

Form 128S, Line 22 calculates only when both Lines 20 and 21 are not equal to zero.

Form 1120S, Schedule K-1, Line 17 calculates the amount by the shareholder's ownership percentage instead of the BAR ratio.

Form IA 41-175 produces the Pass-Through Entity Information when the IA PTE-C is not in the return.

Form PTE-C, Page 2 displays properly when there are multiple pages printed.

IA Schedule K-1, Part III, PTE-C tax amount calculates for nonresident shareholders.

## Kansas

Form K-120S, Line 5 does not exclude Michigan taxes.

If Federal Form 7004 is included in a return without the Kansas extension form, the extension letters will now reflect that Kansas is given an automatic extension of time to file.

The calculation of penalty and interest amounts on Form K-120S, Form K-130, and Form 40 has changed. The calculation uses the current date as the payment date, unless otherwise stated in the return. Additionally, the penalty and interest amounts will increment daily instead of monthly.

## Kentucky - Kentucky Cities

Form LEX 228S ENP, email address prints the email from Federal > General > Other Questions > S corporation's email address (Interview Form 1, Line 92).

The address for Stanford reads as 403 East Main St in the transmittal letters and filing instructions.

The tax rate used on Form OL-S for Louisville Metro has been adjusted from 3.65% to 2.2%.

## Louisiana

LA CIFT-620, Page 1, Line 1D correctly calculates when there is a negative amount on Line 1B.

## Maine

Form 901ES-ME will not produce unless requested.

Form 941P-ME. Letters and filing instructions will be produced when composite estimate input is entered and the estimate is prevented.

Form 1040ES-ME.

- Letters and filing instructions will now turn off with input to prevent the estimate on Payments/Penalties/Estimates > Estimates and Application of Overpayment > State Estimates

and Application of Overpayment (Interview Form STES-1).

- Will generate when requesting a composite return using Maine > Composite Return > Create a Maine composite return for nonresident shareholders (Interview Form ME7, Box 31).

Schedule X will not produce unless there is amended information present.

## Massachusetts

Diagnostic 45782 will not issue when 63D-ELT Line 24 plus Line 25 equals Line 27.

Schedule SK-1, Lines 24a - 25b will fill when using a code on Massachusetts > Other > Distributive Share Basis Information > Option to adjust Massachusetts basis (Interview Form MA13, Box 86).

Schedule SK-1, Page 4 will mask the FEIN.

## Mississippi

When Form 84-110 for the calculation of franchise tax is present without apportionment data or an override entered for the taxable capital, a caution diagnostic will issue.

## Missouri

MO-PTE prints the preparer signature.

MO-PTE, Page 4 uses tax paid to allocate member's PTE tax credit according to Form PTE instruction.

## New Hampshire Electronic Filing

Diagnostic 49035 has been updated to not generate if NH DP-120 Lines 1(a) through 1(k) are negative.

NH BT-SUMMARY, Line 7a has been updated to not exceed Line 1c multiplied by 500%.

## New Jersey

Form 329.

- Line 13, Box A, Tax liability/tax paid on behalf of nonconsenting shareholders, is marked without regard to filing of Form PTE.
- Line 13, share of pass-through business alternative business income tax shown on the PTE-K-1 (s) received, carries to Schedules NJ-K-1 also when Form PTE-100 is not produced.
- Line 13, share of pass-through for PTE-K-1(s) received, is carried to Form PTE-100, Line 6, rather than included on Form 329, Line 15, when the check box for item C of Form 329, Line 13 is marked.

Form CBT-100S.

- Schedule A-4, Line 8 carries from Schedule R, Line 9.
- Schedule K, Part IV-A, Line 4. The other reductions field includes expenses allocable to tax exempt income on the supporting statement.

## New Mexico

Form RPD-41359 will no longer generate for members with no withholding.

RPD-41367, Page 1, Line 1 has been updated to include all members in the calculation.

RPD-41367, Page 1, Line 8 has been updated to include all tax payment types.

## New York

Form NY Schedule K-1 equivalent, Page 3, COVID-19 capital costs credit (CT-657) includes amounts from Form CT-657.

## North Carolina

Form CD-401S, Schedule B, Line 31 may be filled in using Payments/Penalties/Estimates > Estimates and Application of Overpayment > State Estimates and Application of Overpayment section > Overpayment Code (Interview Form STEST-1, Box 70) for non-Taxed S-Corporations. Form CD-429 estimate voucher payment amounts are also affected by the overpayment code entered.

Form CD-429-PTE Letter would not print if Form CD-429 was previously suppressed.

## North Dakota

K-1 limitation on qualified primary, high school, and college contributions has been removed.

Schedule K-1, Line 14 and Line 16 will now complete when requested.

## Ohio

Form IT 4738.

- Extension information will print in the Ohio letters and filing instructions for Form IT 4738.
- IT K-1 - **Shareholder Information, Line 3**. Nonbusiness income is included in the effective ratio for investors when calculating the direct pass-through entity credit for Ohio > Ohio S Corporation > Form IT K-1 > Line 3 (Interview Form OH19, Box 32).
- Ohio PTE taxes accrued to the federal return include the tax from Form IT 4738, Line 9.
- Overpayments are credited to next year when requested even when there is no estimate requirement.
- The message that Ohio is not accepting UPC vouchers for IT 4738 payments until February 1, 2023 is no longer printing on the payment vouchers.

## Oklahoma

Form 512S will not double the OK tax amount when the state and city taxes accrual option is selected.

## Oregon

Diagnostic 62448 has been added to prevent electronic filing with negatives on Lines 8 and 9 of Form SC-2022.

Diagnostic 62453 will prevent electronic filing when either a first or last name is missing on Schedule OR-21-MD.

Entering phone numbers on Schedule OR-21-MD will no longer create a schema validation error.

Form OR-21 will now pick up the override for the PTIN in the Oregon state input.

Form SC-2022, Line 10 has been updated to include other additions, other subtractions, and work opportunity credit from the Form OR-20-S, Schedule SM. This updates METBIT-20S, Line 6 as well.

Schedule OR-21-K-1 will generate when one or more shareholders are present.

## Philadelphia

Schedule D, Worksheet S, Line 3 will fill with amount from Line 8.

## Partnership (1065) Product Updates

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### Federal

**Schedule K-2 and K-3, Part I, Box 10, Partner Loan Transactions Statement for Upstream Loans "Interest Expense For the Year"** description has been updated to "Interest Income For the Year."

The ITC adjustment for solar energy equipment now calculates at the 30% rate based on Form 3468.

**The Schedule K-2 and K-3, Part II, Section 1 Overflow Form, Column G, eleventh line item from the bottom of the form** will show the correct amounts.

**Schedule K-2, Part VI, Column D** will be populated with input from Foreign > 5471-Return of U.S. Persons with Respect to Certain Foreign Corporations > Schedule I-1 - Information for Global Intangible Low-Taxed Income > Partners'/shareholder's share of CFC items (Interview Form G-8B, Box 53) when applicable.

### Federal – Form 8865

Foreign taxes paid will be reported on Schedule K, Line 21 when 8865 automated calculation is used and relevant input present.

### Arkansas

#### AR1100PET.

- **Page 2.** Partner's percentage will have a 0 in the XML file when no percentages have been entered.
- **Page 4, Part A, Lines 2 and 3** generate Schedule AR-AIS detail to allow e-filing despite the past state rejection for missing Add Adjustment and Deduction Adjustment reject.
- **Page 4, Part B, Line 3e** generates AR-AIS entries to pass state reject of missing addition information.

**AR1100REC.** Adjustment for state if different depreciation corrected.

Corrected ELF upload error for PET return with payments.

Corrected rejection for electronic filing return with optional attachment.

Rental real estate deprecation carries to AR1100REC, Part C, Line 2.

Return will disqualify if required AR-AIS entry is missing for AR1100PET, Page 3, other income and other deductions lines.

### California

**Form 3893.** Letters and filing instructions have been updated to reflect the banking and/or paper instructions independently.

### Colorado

A statement will now produce on Form DR 0106K when "Other" option is selected on Form DR 0106, line 11 for determining Colorado source income. This option has been added on Colorado > Other Returns > DR 0106K > Suppress calculation of DR 0106K, Column B, Lines 1 - 12 when using "Other" for Colorado Source Income (Interview Form CO10, Box 81).

Apportionment will now be applied to Form DR 0106K, Column B, Line 10 for nonresidents for the excess federal meal deduction addback. Colorado > Other Returns > DR 0106K > NOT apportion excess federal meal deduction addback (Interview Form CO10, Box 80) has been added to not apportion this amount if that is still the desired result.

## Florida

F-1065, Part I, Line E2 will show the amount as a negative for electronic filing.

## Illinois

Form Schedule B, Page 2, Line L is updated to reflect PTE credit received on EF K-1-P, Line 53a when no PTE election has been made.

IL- 2220.

- **Line 55** will fill even when there are multiple states entered on Federal worksheet > Payment/Penalties/Estimates > Penalties > State/City underpayment penalty.
- **"Penalty Worksheet 1,"** statement column F is updated to show future date of original due date instead of extended due date.
- Program is updated to not allow annualization for just PTE tax.
- **Schedule NLD.** Input for tax year 2009 NLD will now carry to the schedule.
- **Step 2, Line 5, Column B.** If Column B is "N/A", it will now export to the XML.

## Kentucky Cities – Generic (Form OL-S)

Boyle county net profit tax is now 1.25%.

## Kentucky Cities – Lexington

Form LEX 228S ENP, email address now prints the email from Federal > General > Basic Data > General > Partnership's email address (Interview Form 1, Box 95).

## Louisiana

When overrides are used for Line 18 or 20 of the Louisiana IT-565 Schedule F and then removed, the lines clear correctly and prevent an LA rejection.

## Maine

Form 1040-ESME, letters, and filing instructions will now reflect overpayment applied to next year's estimates.

## Maryland

MD Form EL102B-EXT print positions have been updated.

## Minnesota

Schedule KPI and Schedule KPC will display correct SSN/FEIN when a disregarded entity is present.

## Missouri

MO-PTE, Page 4 uses tax paid to allocate member's PTE tax credit according to Form PTE.

## Montana Electronic Filing

Diagnostic 62449 has been added to prevent a rejection when both PT-AGR and Composite boxes are selected on Form Schedule K-1.

**Montana Form PTE, Page 1, Sch I** not required 100% Montana activity will be marked when Line 18 is 100%. 0% Montana activity will be marked when Line 18 is 0%.

## New Jersey

**Form 1065, Line 14** calculates the correct amount for New Jersey PTE taxes.

## New Mexico

When entity level tax is elected, withholding tax will not be calculated. Form RPD-41359 will not be generated for members with no withholding. New Mexico > General > Basic Data > Suppress RPD-41359 - Override (NM1 Box 55) has been added for suppressing the RPD-41359 for any other members.

## North Carolina

**Schedule D-403TC Part 5, Lines 19 through 24** display zero when there is a credit for taxes paid to another state or country from more than 1 state or country. Line 25a fills with the sum of the total credits calculated on the attached calculation worksheet.

## Ohio

Direct debit information is now included in the Ohio filing instructions for Form IT 4738.

**Form IT K-1-Received from Passthrough** is now available to export within the return.

The Efile report displays the date exported.

The estimate letter shows the prior year overpayment and overpayment applied for Form IT 4738 filing instructions.

## Oklahoma

Form 514, Page 1, Line 7 will now pick up nonresident withholding when PTE is present.

## Oregon

Contact information for non-individual partners will now display for the correct partner on Form OR-21-MD and OR-21-MD-PT.

Diagnostic 62413 will now issue if Line 22 of OR-21 does not equal Line 3 of OR-21-MD.

Estimate vouchers for the P-2022 return will include calendar year dates.

**Forms OR-21-K-1, OR-21-MD, and OR-21-MD-PT** only consider grantor trusts and single member LLC's; only individual information will carry to the corresponding forms.

## Pennsylvania - Philadelphia

**NPT, Page 1, Lines 2 and 7.** Rates use current year rates.

## Rhode Island

After clarification from the state, the mandate to pay by electronic funds transfer will only be reflected on the letters and instructions when the tax year begins on or after January 1, 2023. The input overrides to force EFT are still available.

## Rhode Island Electronic Filing

The RI-PTE estimated tax payments will print in the government copy of returns qualified for electronic filing.

## South Carolina

The top marginal tax rate has been updated to 6.5%.

## Virginia

### Form 502 PTET.

- Filing instructions have been updated to say to submit payments electronically.
- Will now include amended explanation text.

## West Virginia

Schedule SP page totals now print the correct amount on each page.



## Fiduciary (1041) Product Updates

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### Federal

**Form 7004**, the address that prints on for Form 3520 will be Ogden, UT 84409.

**Schedule K-1**. The calculation for Schedule K-1, Lines 6 through 8 prevents division by zero for charitable returns.

### Alabama

Alabama AGI now follows the AGI calculation specified in the Form 41 instructions to compute Form 41, Page 3, Line 16c.

### Idaho

**Schedule K-1, Line 18** consistently reflects the amount of income distribution deduction. This would impact returns that went from having an overall capital loss to an overall capital gain or vice versa.

### Illinois

**Form IL-4562**.

- **Line 10** only calculates if an asset is put into service this year and bonus is requested.
- **Special Depreciation, Line 1** will now include 100% bonus on current year items.

### Maryland

**Form MD 504CR**. All credit amounts will now flow to Page 7, Part AAA, Line 28 and Page 8, Part CCC, Line 8.

### Rhode Island

Rhode Island Transmittal Letters and Filing Instructions will not reference "2022 Rhode Island Pass-through Withholding Return and Transmittal" if the form is suppressed in the return.

## Exempt Organization (990) Product Updates

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### New York

The online filing website for the NY CHAR 500 has been updated.

### Oklahoma

Preparer Tax ID number (PTIN) now flows from Office Manager to Form 512E.

## Employee Benefit Plan (5500) Product Updates

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### Federal

Administrator signature, Sponsor signature, or Service Provider signature options are allowed for Form 5500-EZ.