

CCH® Fixed Assets Manager Version 2019.03

Please review this bulletin carefully. For the full list of new and existing considerations for this tax year, launch the product and go to Help, Release Considerations from the main menu.

Installation and upgrade instruction can be found in the FADocuments folder of your electronic download.

Federal Tax Legislation

15-Year Qualified Improvement Property - The CARES Act provides a much-needed technical correction to Qualified Improvement Property. Fifteen-year QIP is eligible for bonus depreciation retroactive to January 1, 2018. Also, under the CARE Act the ADS life is 20 years retroactive to assets placed in service after 12/31/2017.

New Items

ADS Book - An Alternative Depreciation System (ADS) book has been added. Under MACRS ADS the applicable depreciation method for all property is the straight-line method and usually requires longer recovery periods than the MACRS GDS system.

To add the ADS book to your entity(s), right click and select New/Book. Enter the name of the book, select the entity or entities, and from the Book Type dropdown, select 'ADS book type.' For more information on adding books refer to CCH Fixed Assets Manager Help.

File Upload Limit - There is a maximum limit of 10 files that can be uploaded as an asset attachment within 15 minutes. If you are uploading more than 10 files you will be able to resume after 15 minutes.

Quarterly Adjusted Basis Average Export - This new export is located in the Tax-related folder. On a yearly basis, the export calculates the total quarterly adjusted basis for qualifying assets. Qualifying assets do not include intangibles, land, computer software, water utilities and deminimis assets. On the Advanced tab of Asset Input you can select or de-select to exclude assets on the export and enter an override for the calculated quarterly amount for each quarter.

The default book for this export is the ADS book, however, you can select any book. If you override an asset's quarterly adjusted basis amount, it will apply the override to the report of the book you have chosen.

You can update the 'Exclude from Quarterly Adjusted Basis' checkbox and override amounts for quarters one through four manually in asset input on the Advanced tab or through the Update Asset import.

State Tax Legislation

KY Section 179 Limits - The 2020 Section 179 limits are maximum deduction of \$100,000 and maximum investment limit of \$2,500,000.

NY and WV Qualified Improvement Property - This asset type does not conform to the Federal life of 15 years; the life is 39 years.