

Release 2023.01
January 2024

CCH® Fixed Assets Manager Version 2023.01

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.

New Items

CCH Access Integration - New functionality is now available that allows users to push depreciation and retirement data into CCH Access. This is only available for clients who license Fixed Assets Manager in CCH's Hosted (online) environment. Only the Corporate entity type is currently supported. Refer to the new Help pages for further instructions.

Federal Tax Legislation

2023 Tax Year Forms included in this release:

- Federal Form 4562, Depreciation and Amortization
- Federal Form 4684, Casualties and Theft
- Federal Form 4797, Sales of Business Property
- Federal Form 6252, Installment Sale Income

2024 Section 179 Limitations – The 2024 Federal Expense Limitation is \$1,220,000 and the Investment Limitation is \$3,050,000.

2024 Estimated Federal Luxury Auto Limits – The IRS has not released the 2024 limits at this time. CCH has calculated the 2024 rates and will adjust these rates in a future release if there is a difference.

Autos and Trucks

Year 1 - \$12,400, \$20,400 with bonus depreciation

Year 2 - \$19,800

Year 3 - \$11,900

Year 4 - \$7,160

State Tax Legislation

2023 Section 179 Limitations – The Federal Expense Limitation of \$1,220,000 and the Investment Limitation of \$3,050,000 has been updated to those states that comply with the Federal limits. The Federal Section 179 limitations do not apply to;

CA, DC, HI, IN, KY, MD, NH, NJ, TX.

OK Bonus Depreciation - Oklahoma offers 100% bonus depreciation (full expensing) despite the federal government's phasedown to 80% bonus depreciation under Sec 168(k). If you wish to use 100% Bonus for Oklahoma in 2023 and after, on the OK Book Type Setup dialog, change the Bonus Percentage to 100%.

TN Bonus Depreciation - Tennessee taxpayers may take bonus depreciation deductions for assets purchased on or after January 1, 2023.

MS Bonus Depreciation - Mississippi taxpayers may take bonus depreciation deductions for assets purchased on or after January 1, 2023. Mississippi offers 100% bonus depreciation (full expensing) despite the federal government's phasedown to 80% bonus depreciation under Sec 168(k). If you wish to use 100% Bonus for Mississippi in 2023 and after, on the MS Book Type Setup dialog, change the Bonus Percentage to 100%.

Resolutions

Section 179 Property - The Include Property checkbox has been corrected to include real property in the total of Section 179 property for the following states;

DC, IN, MD.

NY QIP - New York Qualified Improvement Property assets placed in service prior to 2022 are depreciated over a 39-year life. New York Qualified Improvement Property assets placed in after 2021 are depreciated over a 15-year life.

NH Luxury Auto Limits - New Hampshire conforms to using the Federal Luxury Auto limits for Auto and Truck assets placed in service starting in 2020.

Bonus Depreciation Conformity - The Nebraska and Oregon state Book Types now default to having the Bonus Depreciation election selected.