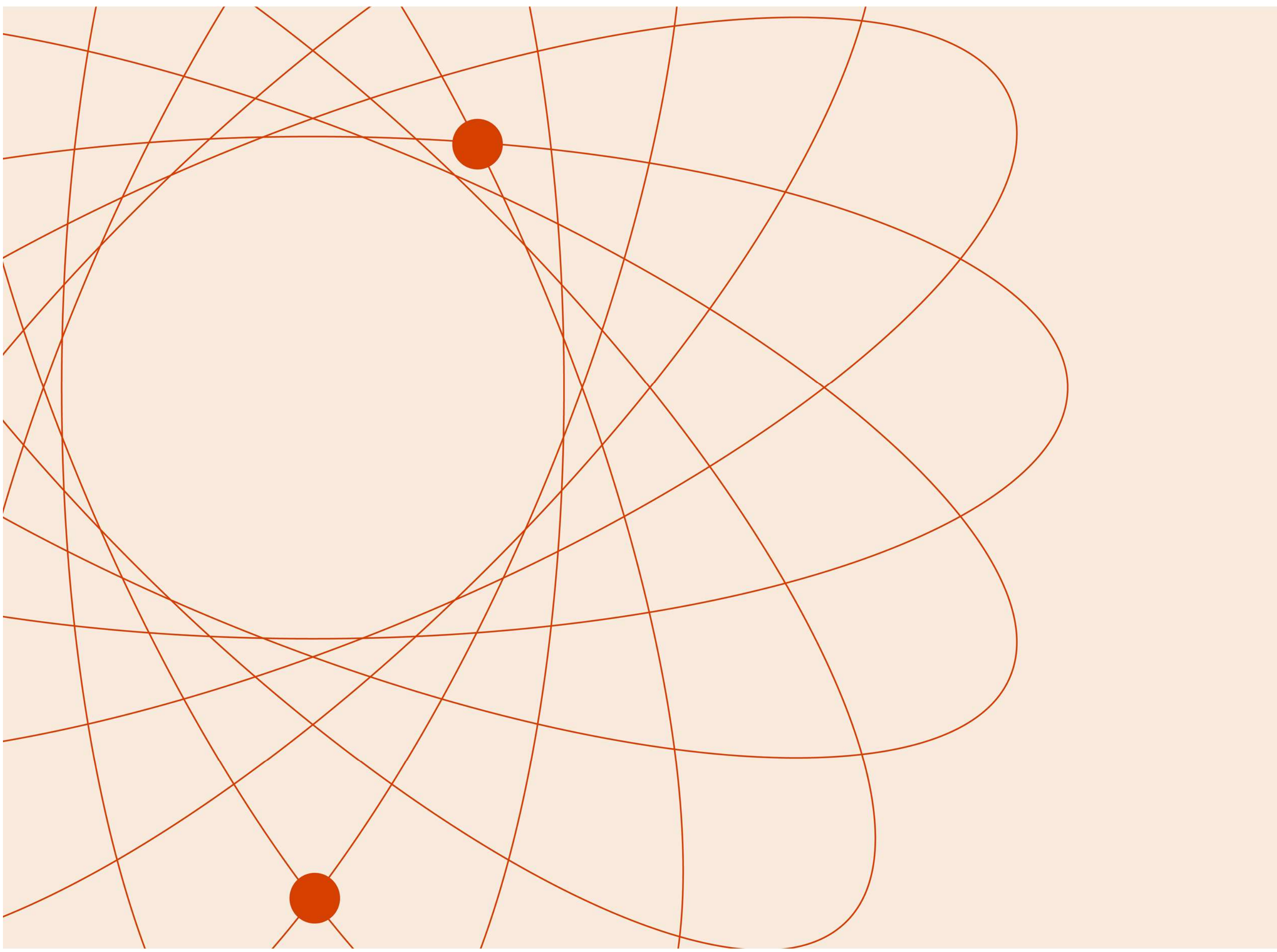
ONESOURCE Trust Tax

Release Notes

Version 25.01



Contents

ONESOURCE Trust Tax 25.01 Release Notes

For documentation and other production information, access Trust Tax Help and Support.

Release Highlights

ONESOURCE Trust Tax version 25.01 includes bug fixes and introduces the following features:

- IRIS file generation and submission process improved to protect generated files from overwriting submission requests in progress
- Short summary of main new feature
- Short summary of main new feature

New Features

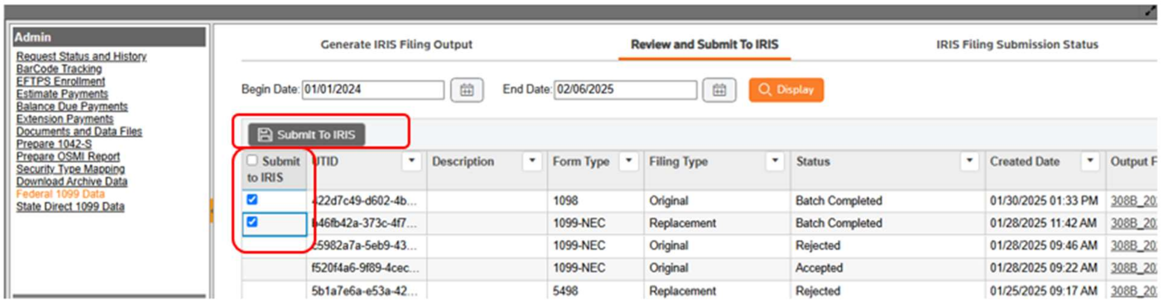
The topics below describe features added with this release.

Thomson Reuters Branding

The Thomson Reuters logo in the upper right hand corner of each page and the browser tab have been updated to reflect our new branding.

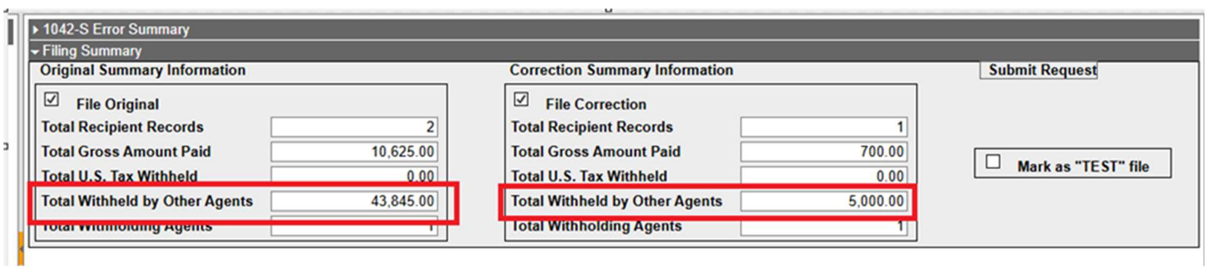
IRIS

The **Submit to IRIS** button is now disabled when a 1099 file prepare request is in progress. This button is located on the **Review and Submit to IRIS** tab on **Federal 1099 data** page. This change was necessary to ensure the most recently prepared file is completed before a submit to IRS request is initiated. The **Submit to IRIS** button will be enabled once the Prepare request (made from the **Generate IRIS Filing Output** tab) is completed.



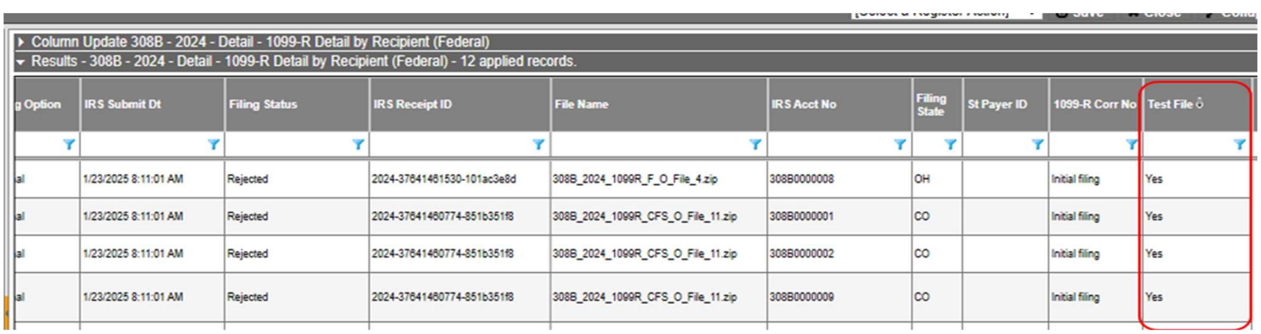
1042-S

The **Total Withheld by Other Agents** field was added to the **Filing Summary** in the **Prepare 1042-S** subtopic in the **Admin** topic. The field is in both the **Original** and **Correction Summary Information** group boxes and is used to confirm amounts to be reported prior to creating 1042-S data files.



Detail by Recipient Registers

The **Test File** column was added to all the **Detail by Recipient (Federal)** base registers. Entries in the register that are included in a 1099/1098/5498 IRIS test file will be set to “Yes”. The value will be updated to “No” once an actual file (one that can be submitted to IRS) is generated.



The following table list the registers where this column was added.

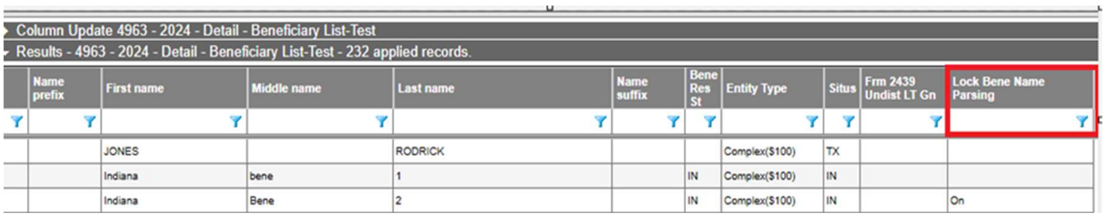
Base Category	Register Name
IRIS Filing Review	1098 Detail by Recipient (Federal)
IRIS Filing Review	1099-DIV Detail by Recipient (Federal)
IRIS Filing Review	5498 Detail by Recipient (Federal)
IRIS Filing Review	5498 Coverdell ESA Detail by Recipient (Federal)
IRIS Filing Review	1099-INT Detail by Recipient (Federal)
IRIS Filing Review	1099-OID Detail by Recipient (Federal)
IRIS Filing Review	1099-B Detail by Recipient (Federal)

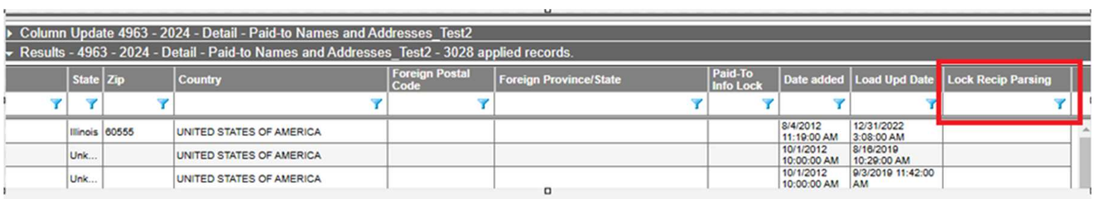
Base Category	Register Name
IRIS Filing Review	1099 MISC Detail by Recipient (Federal)
IRIS Filing Review	1099 NEC Detail by Recipient (Federal)
IRIS Filing Review	1099-R Detail by Recipient (Federal)
IRIS Filing Review	1099-Q Detail by Recipient (Federal)

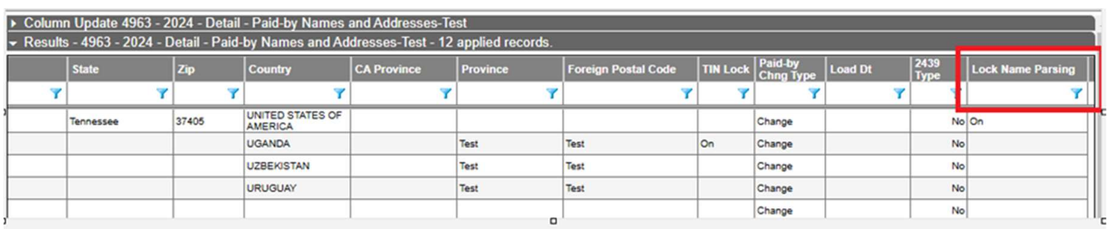
Name Parsing Lock Fields

The following fields can be added to custom registers created from the referenced base registers:

- **Lock Bene Name Parsing** is available to be added to registers created from **Beneficiary List** base register
- **Lock Name Parsing** is available to be added to registers created from **Paid-by Names and Addresses** base register
- **Lock Recip Parsing** is available to be added to custom registers created from **Paid-to Names and Addresses** base register







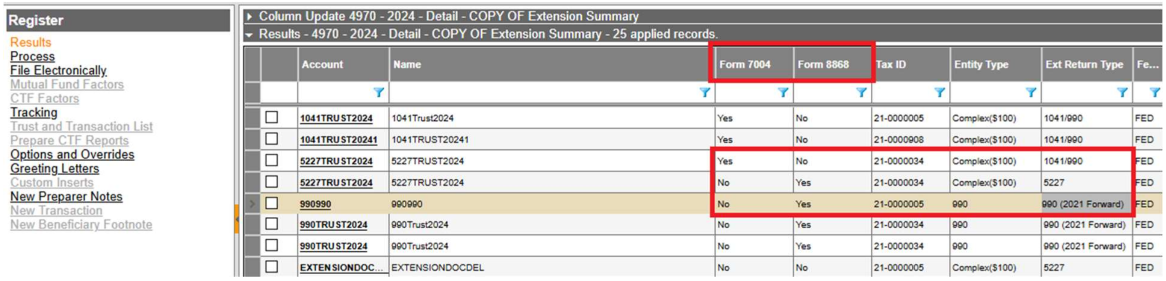
The parsed name fields are populated and updated automatically when any name field (Name prefix, First name, Middle name, Last name and/or Name suffix) is new or updated either via data load or by a user in OTT and the lock is not “On”. If the lock field is “blank”, changes to name either through data loads or by a user in OTT will trigger the parse fields to be updated. If the lock field is set to “On”, updates to name fields will not automatically update the parsed name fields. The locks can be globally updated via the Column Update feature.

Extension Summary Register

The following fields (in the Forms Prepared category) can be added to custom registers created from the **Extension Summary** base register. These fields are no longer available in custom registers created from the **Computation Summary** base register.

- **Form 7004** – applies to 1041 extensions (will always be set to “No” for 990 and 5227 extensions)

- **Form 8868** - applies to 5227 & 990 extensions (will always be set to “No” for 1041 extensions)



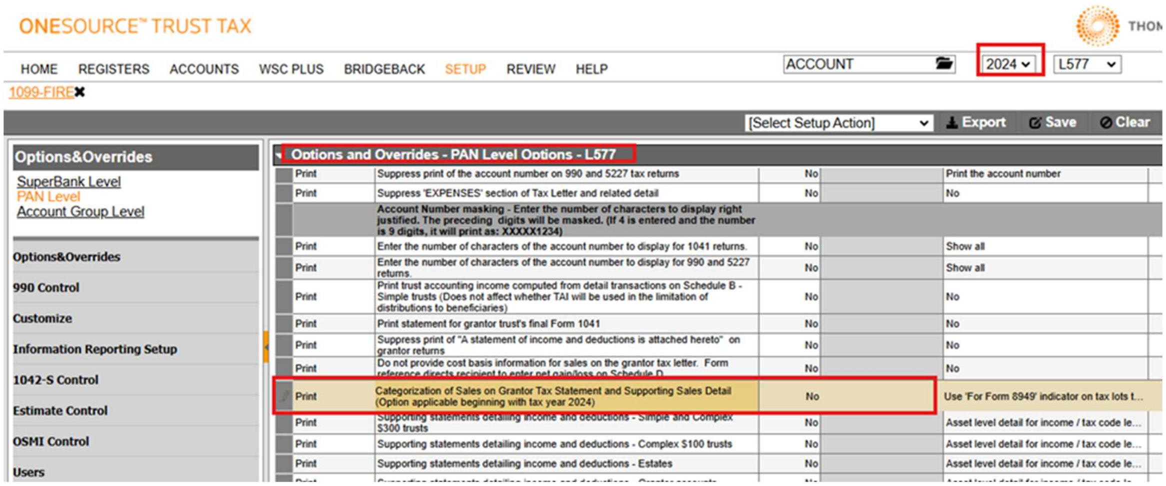
Custom registers previously created from the **Computation Summary** base register that include these fields will continue to display the values in these columns.

Print Option for Grantor Returns

As announced on January 10, 2025, in the **List of tax application changes to the product – 2024** article in Help, the **Categorization of Sales on Grantor Tax Statement and Supporting Sales Detail (Option applicable beginning with tax year 2024)** option was added to the **Print** category in **Options & Overrides**. The option provides the following selections:

- **Use 'For Form 8949' indicator on tax lots to categorize sales** – system default
  the grantor letter and supporting sales detail will be presented as follows:
  - Short-term sales will reflect Form 8949 Box A-C dependent upon the “For Form 8949” selection on the tax lots
  - Long-term sales will reflect Form 8949 Box D-F dependent upon the “For Form 8949” selection on the tax lots
  - The supporting gains/losses statements will be separated by Form 8949 Box (A-C for short-term; D-F for long-term)
- **Categorize sales as if trust did NOT receive a Form 1099-B (Code C for Short-term sales and Code F for Long-term sales)** – if selected, presentation will be the same as in prior years:
  - Short-term sales are presented on the grantor letter as Form 8949 Box C regardless of the “For Form 8949” selection on the tax lots
  - Long-term sales are presented as Form 8949 Box F regardless of the “For Form 8949” selection on the tax lots
  - The supporting gains/losses statements are separated between short and long term

Note: The option is only available at the Account Binder level if the entity type is Grantor.



Beneficiary Option

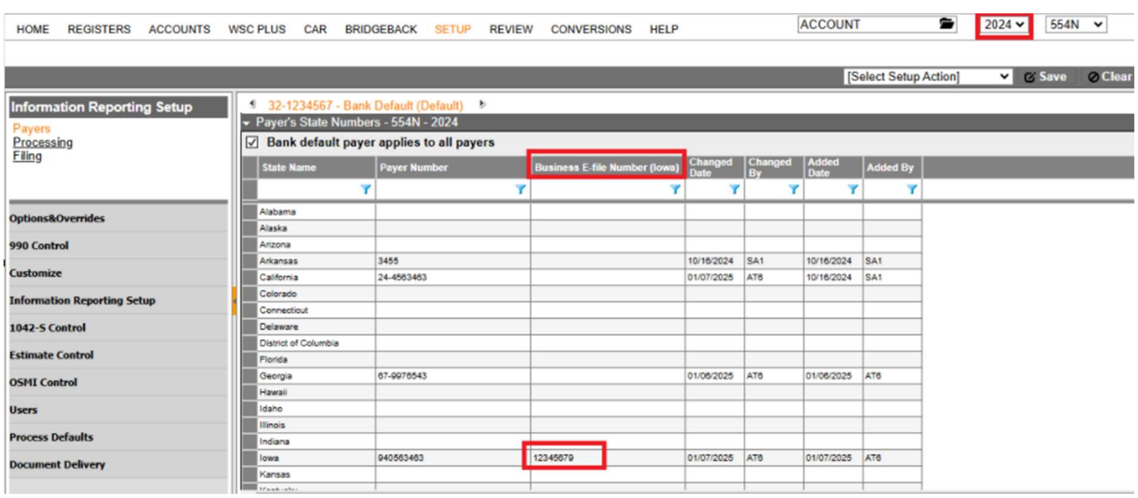
As announced on January 22, 2025, in the **List of tax application changes to the product – 2024** article in Help, the **Suppress Section 1291 excess distribution beneficiary footnote (Option applicable beginning with tax year 2024)** option was added to the **Beneficiary** category under the "Include in the Beneficiary Letter" heading in **Options & Overrides**. The default selection in the dropdown value is "No".

Information Reporting Setup

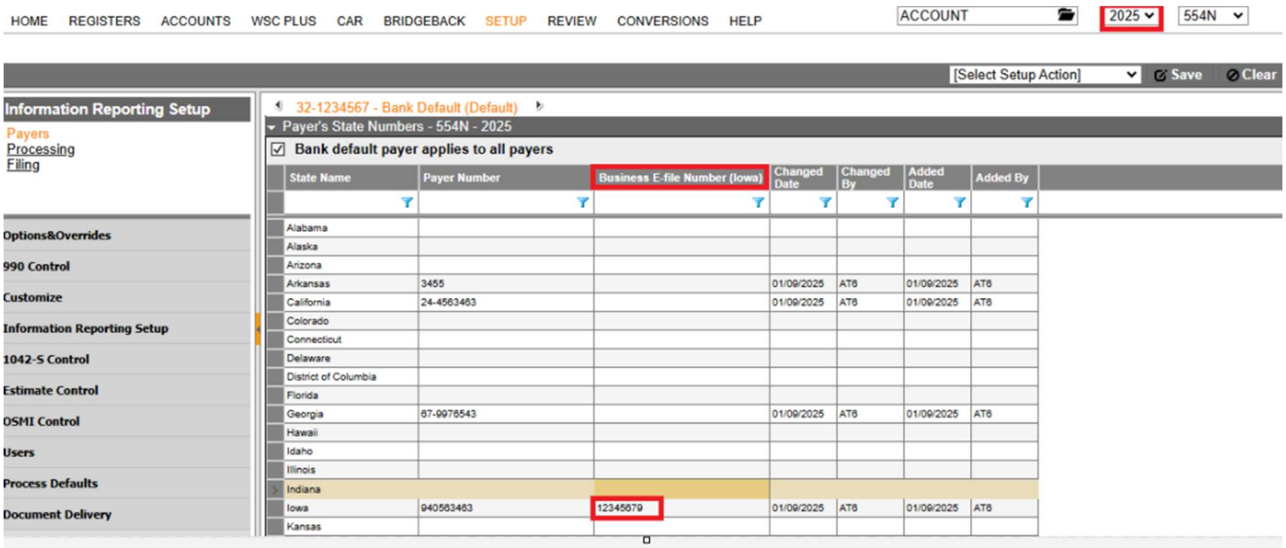
Beginning with tax year 2024, the **Bank default payer applies to all payers** check box and **Business E-File Number (Iowa)** will roll over to the subsequent year when a user rolls their **Information Return Setup** data.

These items are located under **Setup** > **Information Reporting Setup** > **Payers** > **1099 Payer Information** > Detail link for Payer > **Payer's State Numbers** collapsible section.

Tax Year 2024:

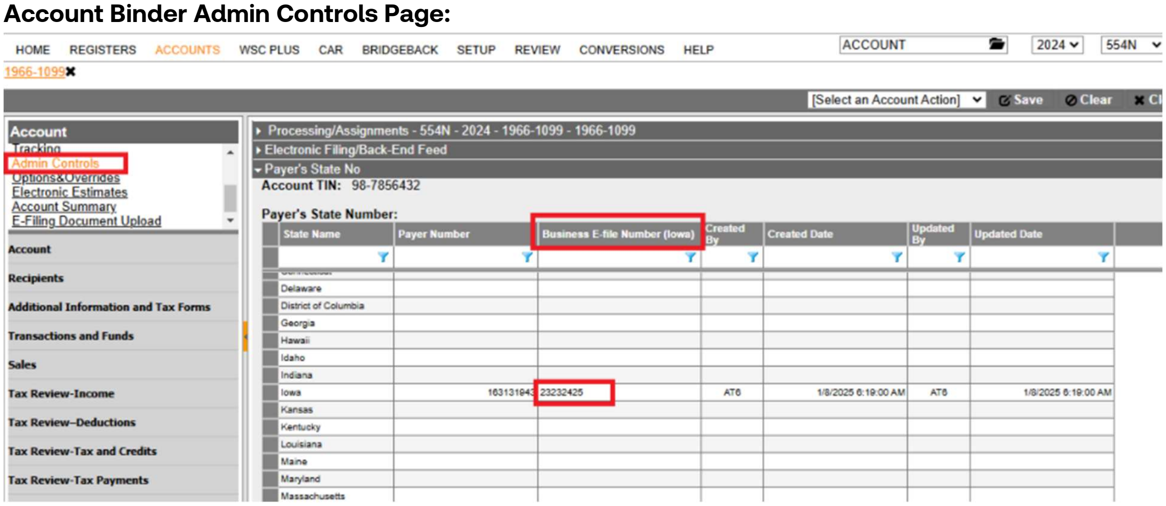


Tax Year 2025:



This change also applies to the **Business E-File Number (Iowa)** located in the account binder under **Payer's State No** collapsible section in the Admin subtopic.

Account Binder Admin Controls Page:

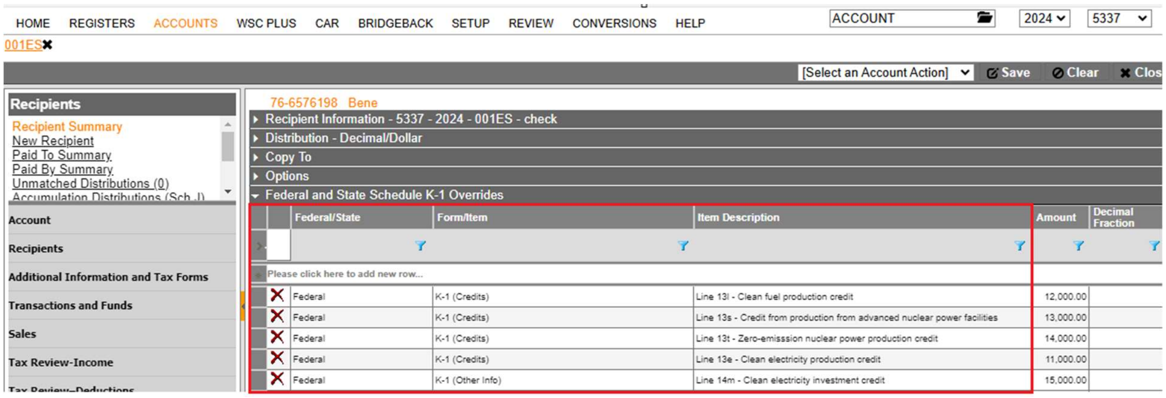


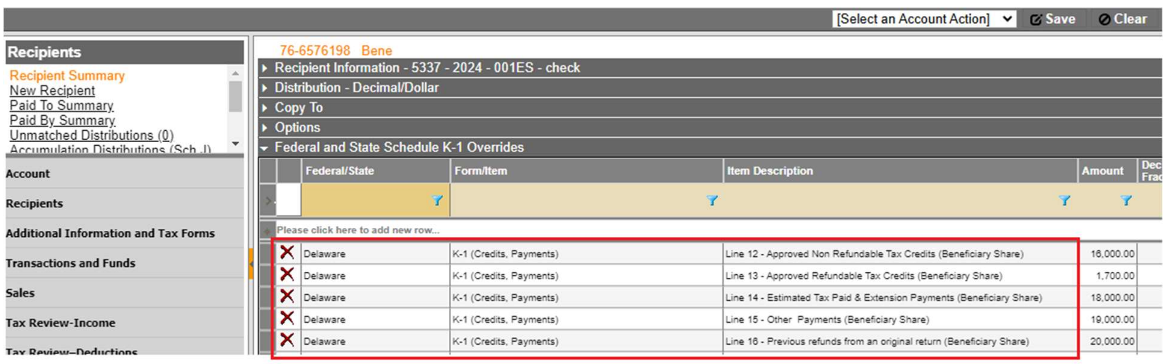
Beneficiary K-1 Overrides

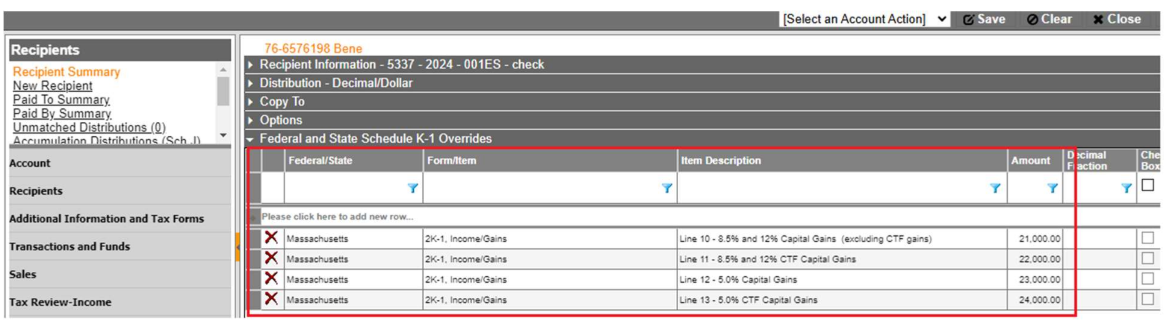
Beginning in tax year 2024, **Beneficiary K-1 Override** changes were made to the following areas:

- Federal
- Delaware
- Massachusetts

As shown in the following graphics, the **Federal and State Schedule K-1 Overrides** collapsible section is accessible from the **Recipients** page.

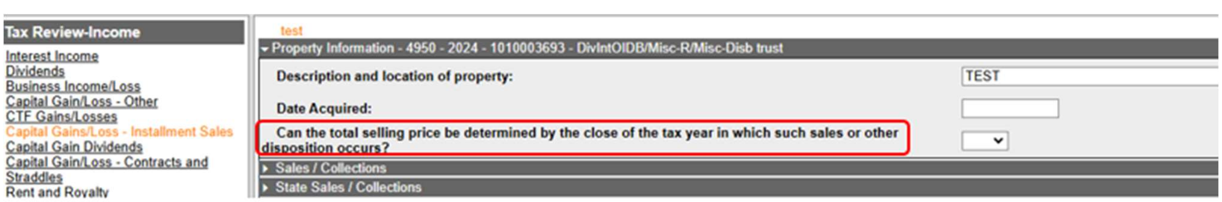






Installment Sale (Form 6252)

Beginning in tax year 2024, the **Can the total selling price be determined by the close of the tax year in which such sales or other disposition occurs?** dropdown was added to the **Property Information** collapsible section on the **Capital Gains/Loss – Installment Sales** subtopic in the **Tax Review - Income topic**. This is to accommodate line 4 added to the 2024 version of Form 6252.



1099 Premium Package

Beginning in tax year 2024, the **Miscellaneous Expense** section of the 1099 Premium output has been changed to show the following as main headings rather than sub-headings within the Miscellaneous Expenses section:

- Miscellaneous Expense (Available for Allocation to Tax-Exempt Income)
- Miscellaneous Expense (Not Available for Allocation to Tax-Exempt Income)

Presentation beginning with tax year 2024:

Other Tax Information

Expenses

Miscellaneous Expense (Available for Allocation to Tax-Exempt Income)

Description	Amount of expense
Expenses available for allocation to tax exempt income	
EST HAROLD H SNYDER	-23,450.00
Total expenses available for allocation to tax exempt income	**-23,450.00**

Miscellaneous Expense (Not Available for Allocation to Tax-Exempt Income)

Description	Amount of expense
Expenses not available for allocation to tax exempt income	
llaBILITY sTORE 108 MDDDICHIGAN	-3,450.00
llaBILITY sTORE 108 MDDDICHIGAN	-23,560.00
Total expenses not available for allocation to tax exempt income	**-27,010.00**

Presentation prior to tax year 2024:

Miscellaneous Expenses

Description	Amount of expense
Expenses available for allocation to tax exempt income	
Total expenses available for allocation to tax exempt income	**452.00**

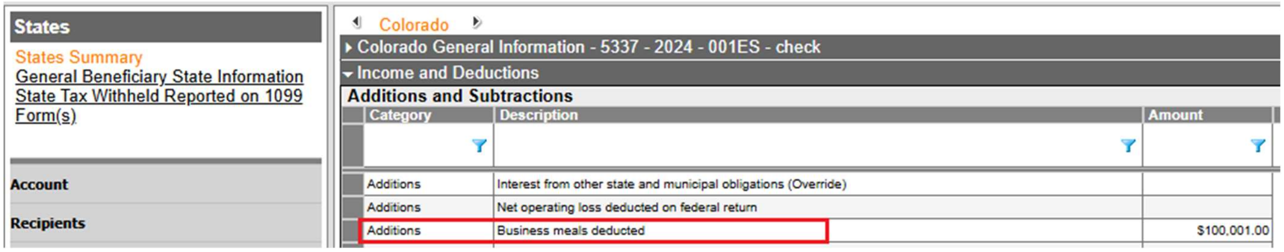
Miscellaneous Expenses

Description	Amount of expense
Expenses not available for allocation to tax exempt income	
[illegible]	10.00
Other Expense	4.85
Trustee Fees-Income	524.00
Trustee Fees-Principal	525.00
Other Expense-Income	32.00
Other Expense-Principal	31.00
Real Estate Expense on Non-Rental Property	52.00
Total expenses not available for allocation to tax exempt income	**1,178.85**

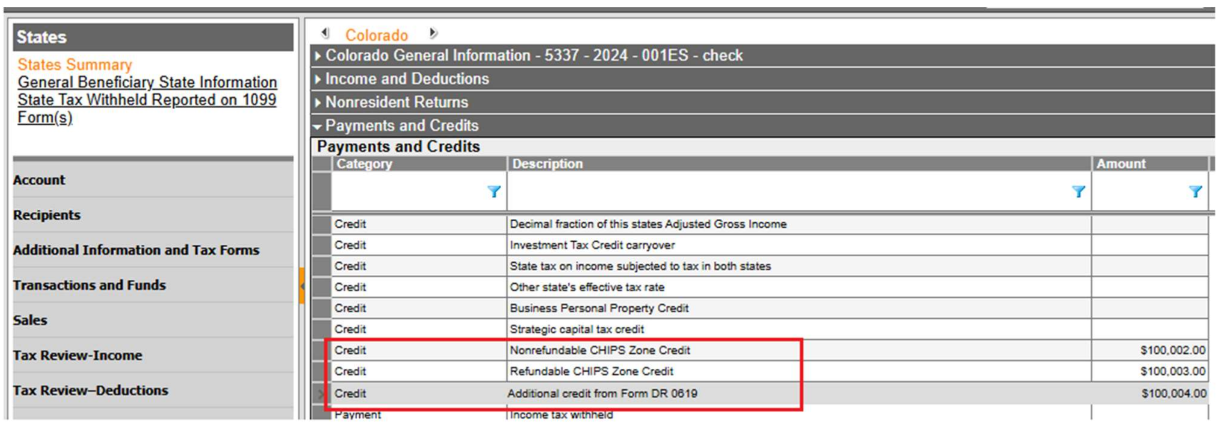
Colorado

Beginning in tax year 2024, the following changes were made:

- Business meals deducted field was added to the Additions category of the Additions and Subtractions grid within the Income and Deductions collapsible section.



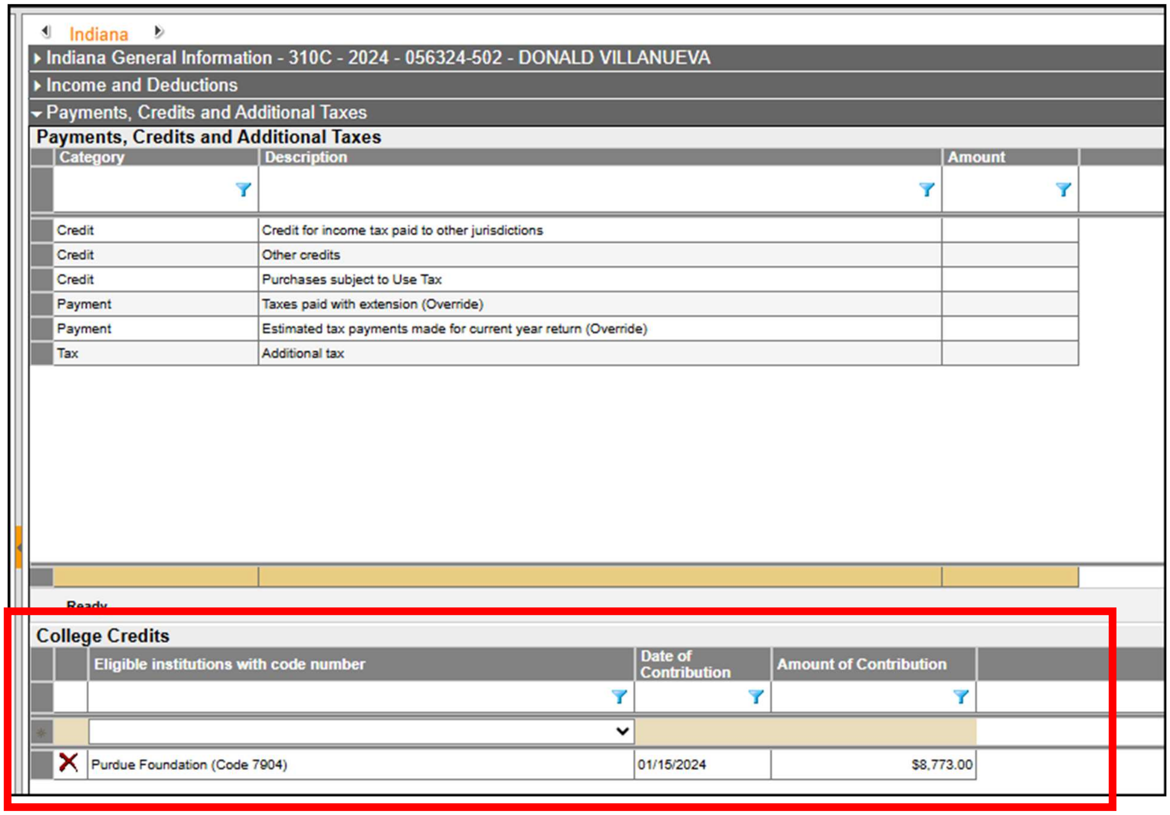
- The following fields were added to the **Credit** category of the **Payments and Credits** grid in the **Payments and Credits** collapsible section:
  - Nonrefundable CHIPS Zone Credit
  - Refundable CHIPS Zone Credit
  - Additional credit from Form DR 0619



Indiana

Beginning in tax year 2024, the **College Credits** grid was added to the **Payments, Credits and Additional Taxes** collapsible section providing a drop down listing in the

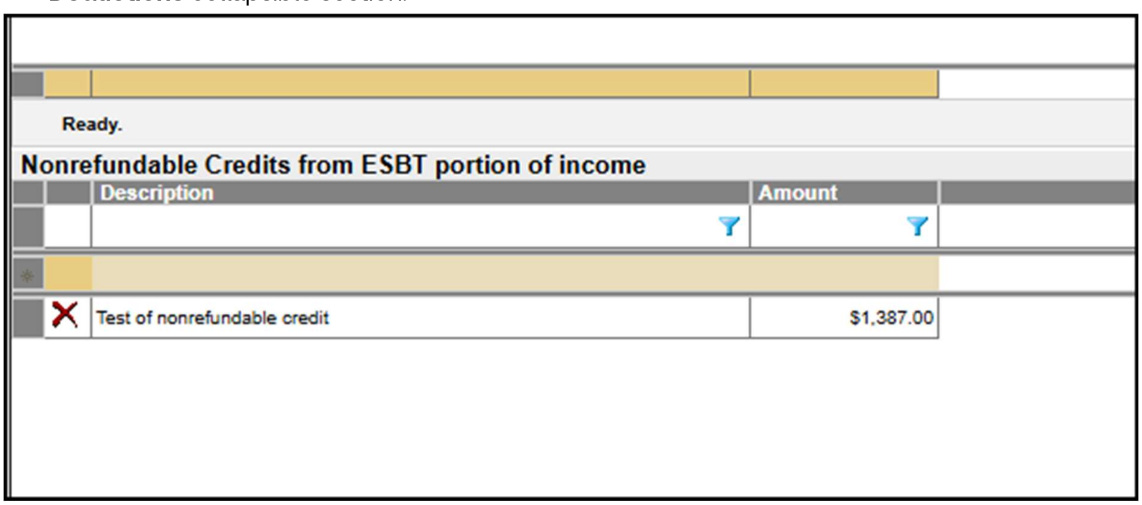
- **Eligible institutions with code number** – drop down list containing available colleges and universities
- **Date of Contribution**
- **Amount of Contribution**



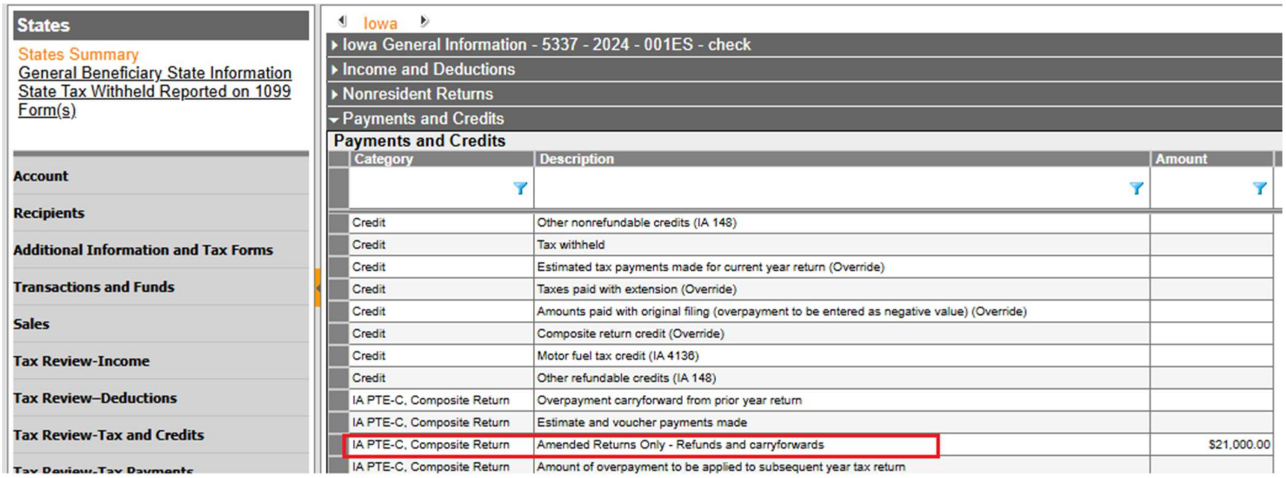
Iowa

Beginning in tax year 2024, the following changes were made:

- The **Nonrefundable Credits from ESBT portion of income** grid was added to the **Income and Deductions** collapsible section.



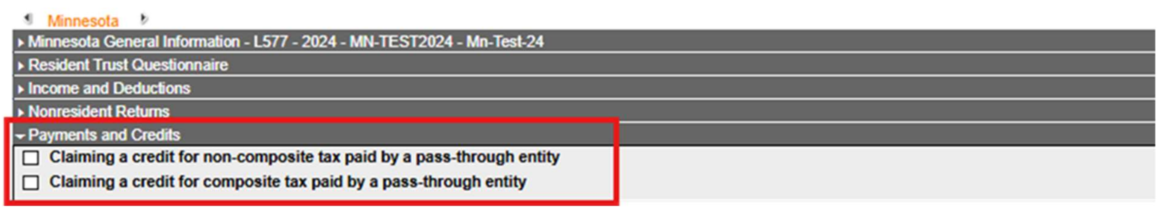
- The **Amended Returns Only - Refunds and carryforwards** field was added to the **IA PTE-C, Corporate Return** category of the **Payments and Credits** grid within the **Payments and Credits** collapsible section.



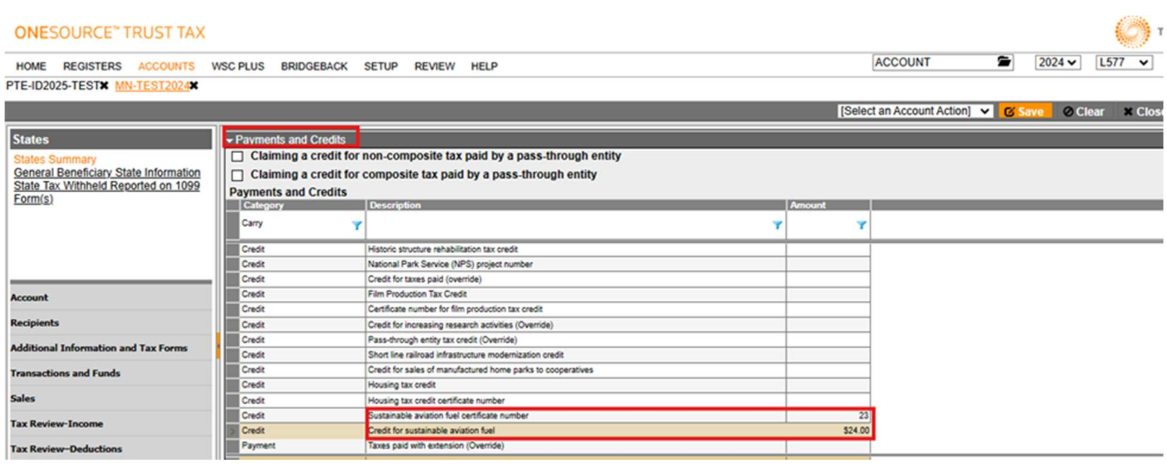
Minnesota

Beginning in tax year 2024, the following changes were made:

- **Payments and Credits** collapsible section:
  - The **Claiming a credit for taxes paid by a pass-through entity in another state** checkbox was revised to **Claiming a credit for non-composite tax paid by a pass-through entity**
  - The **Claiming a credit for composite tax paid by a pass-through entity** checkbox was added



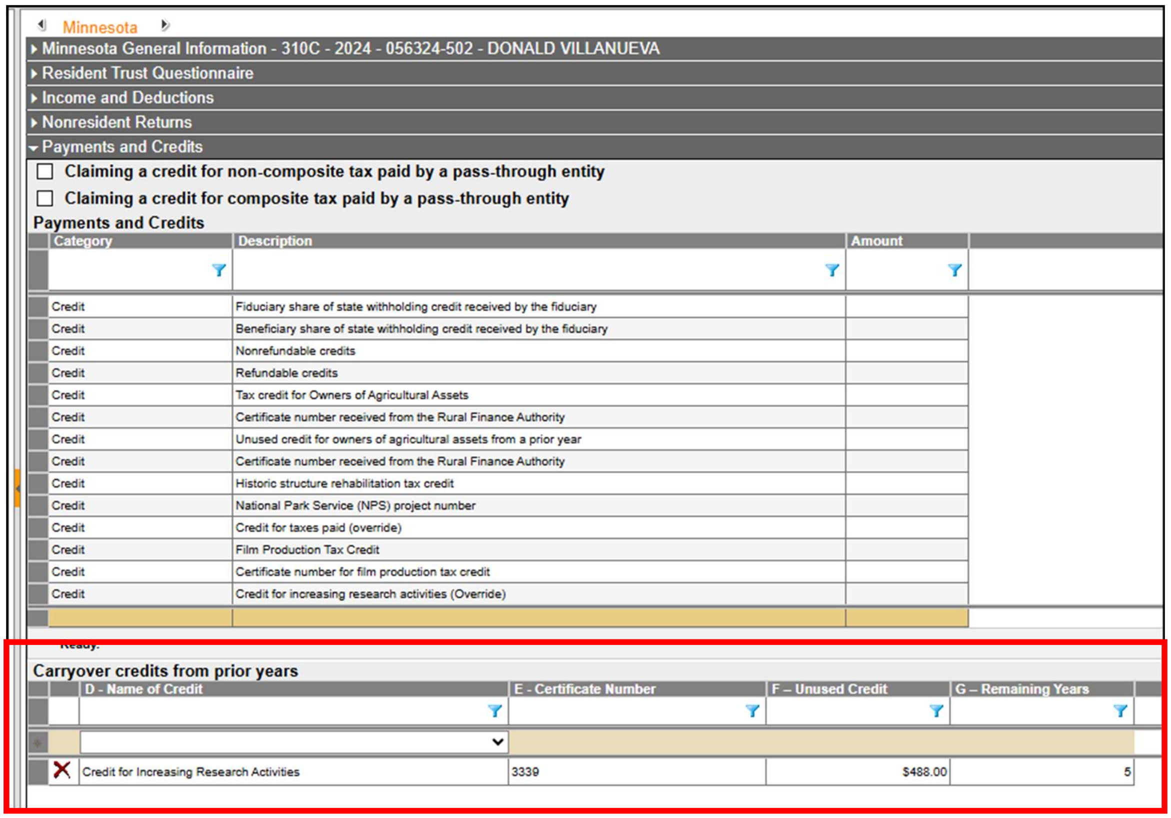
  - Two fields added to the **Credits** category in the **Payments and Credits** grid:
    - **Sustainable aviation fuel certificate number**
    - **Credit for sustainable aviation fuel**



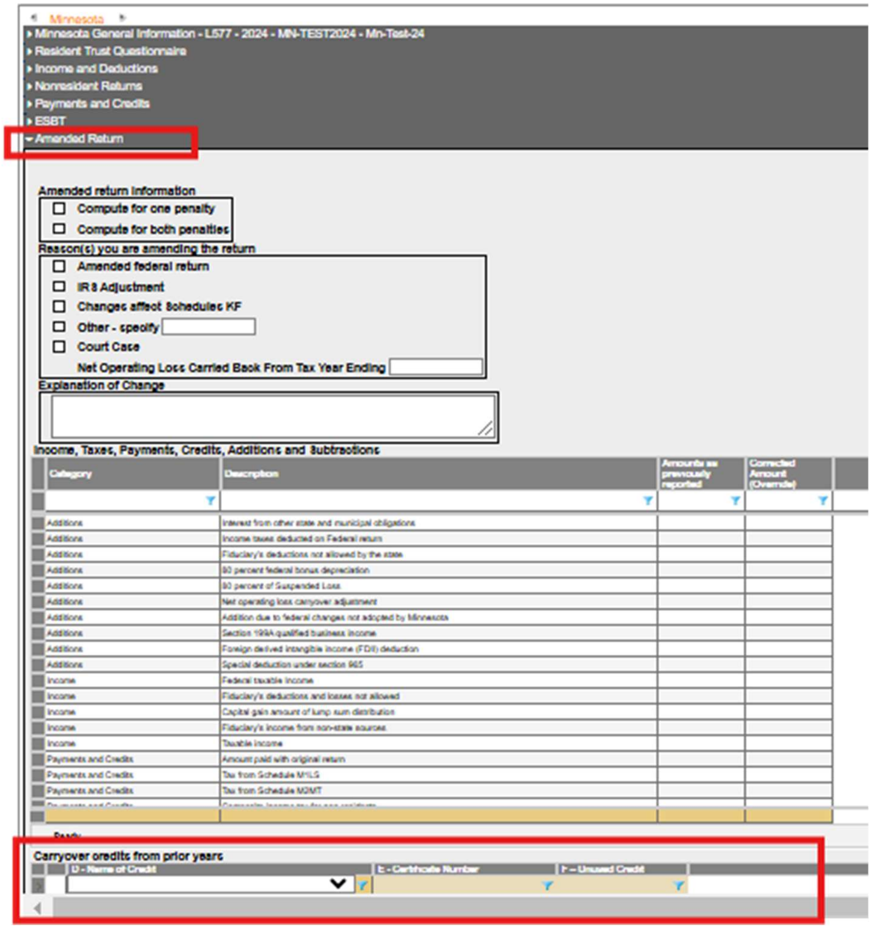
  - The **Carryover credits from prior years** grid was added with the following columns
    - **D - Name of Credit** - dropdown list with these selections:
      - Credit for Increasing Research Activities

- Film Production Credit
- Owners of Agricultural Assets Credit
- State Housing Tax Credit
- Short Line Railroad Infrastructure Modernization Credit
- Credit for Sales of Manufactured Home Parks to Cooperatives

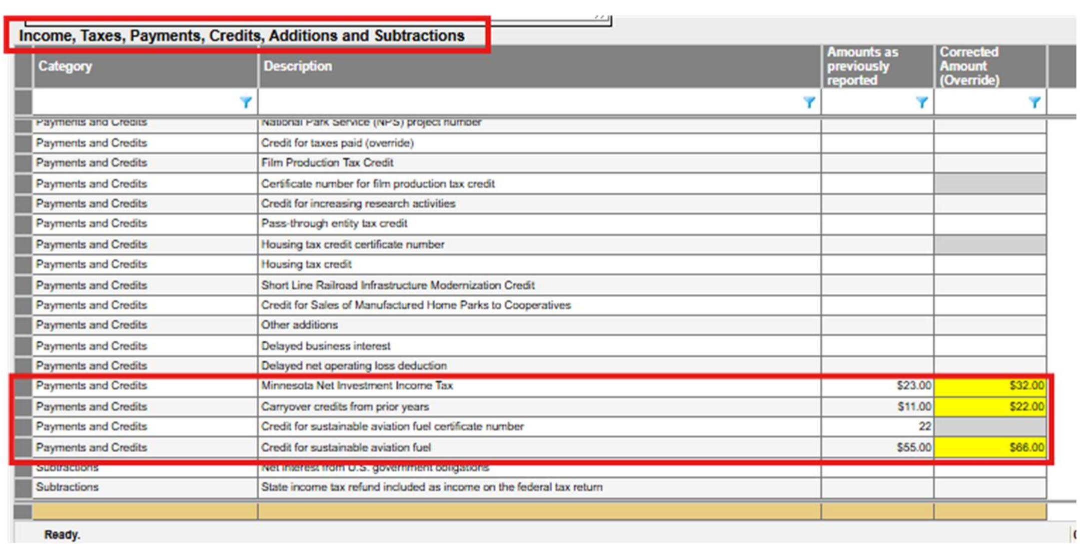
- **E - Certificate Number**
- **F – Unused Credit**
- **G – Remaining Years**



- Amended Returns collapsible section:
  - The **Carryover Credits from Prior Years** grid was added with the following columns
    - **D - Name of Credit** - dropdown list with these selections:
      - Credit for Increasing Research Activities
      - Film Production Credit
      - Owners of Agricultural Assets Credit
      - State Housing Tax Credit
      - Short Line Railroad Infrastructure Modernization Credit
      - Credit for Sales of Manufactured Home Parks to Cooperatives
    - E - Certificate Number
    - F – Unused Credit



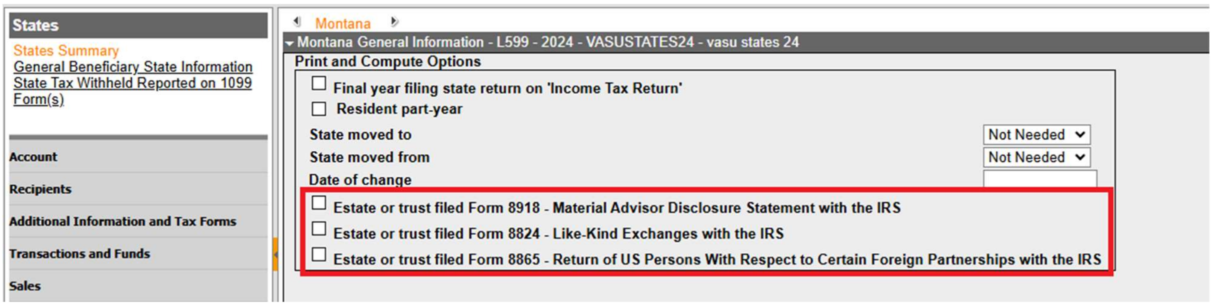
- The following fields were added to the **Payments and Credit**s category of the **Income, Taxes, Payments, Credits, Additions and Subtractions** grid:
  - Minnesota Net Investment Income Tax
  - Carryover credits from prior years
  - Credit for sustainable aviation fuel certificate number
  - Credit for sustainable aviation fuel



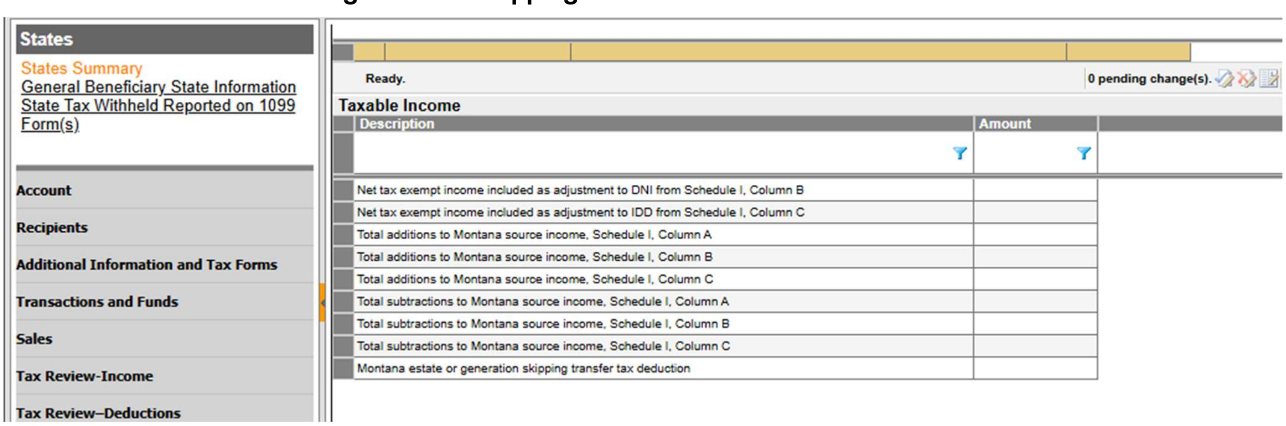
Montana

For tax year 2024, the state of Montana made significant changes to its tax forms resulting in several changes across many sections.

- The following checkboxes were added to the **General Information** collapsible section:
  - **Estate or trust filed Form 8918 - Material Advisor Disclosure Statement with the IRS**
  - **Estate or trust filed Form 8824 - Like-Kind Exchanges with the IRS**
  - **Estate or trust filed Form 8865 - Return of US Persons With Respect to Certain Foreign Partnerships with the IRS**

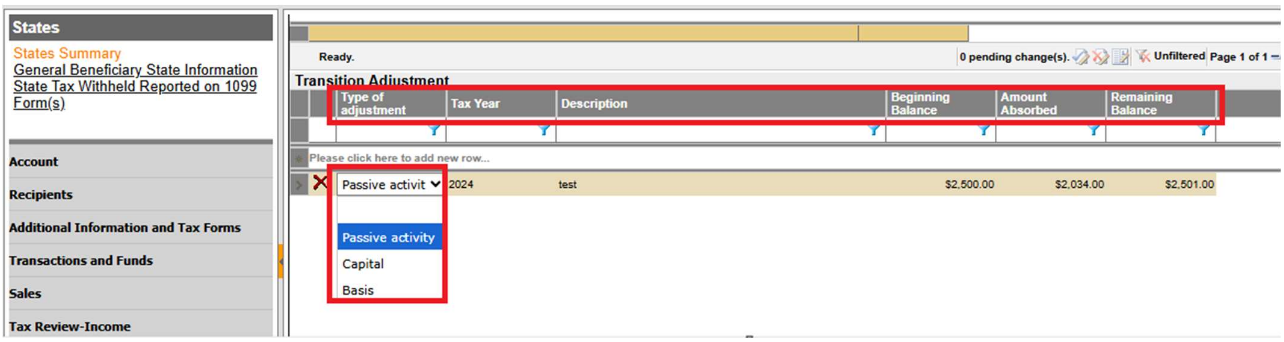


- **Income and Deductions** collapsible section
  - Removed the following fields from the **Additions** category:
    - Federal net operating loss carryforward
    - Taxable property tax refund
  - The **Taxable Income** grid was added with following fields:
    - **Net tax exempt income included as adjustment to DNI from Schedule I, Column B**
    - **Net tax exempt income included as adjustment to IDD from Schedule I, Column C**
    - **Total additions to Montana source income, Schedule I, Column A**
    - **Total additions to Montana source income, Schedule I, Column B**
    - **Total additions to Montana source income, Schedule I, Column C**
    - **Total subtractions to Montana source income, Schedule I, Column A**
    - **Total subtractions to Montana source income, Schedule I, Column B**
    - **Total subtractions to Montana source income, Schedule I, Column C**
    - **Montana estate or generation skipping transfer tax deduction**

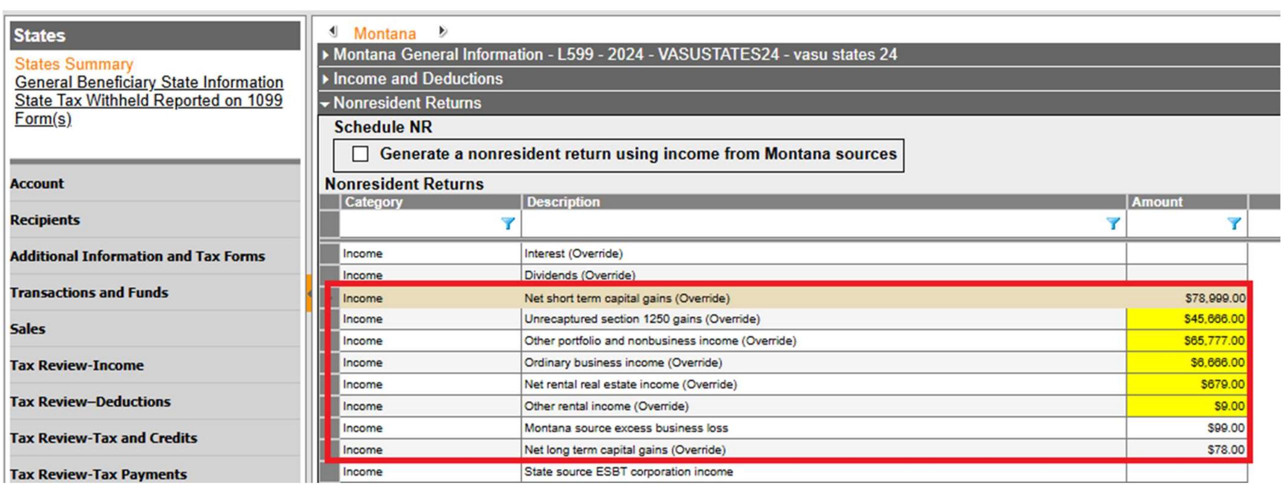


  - The **Transition Adjustment** grid was added with the following fields:

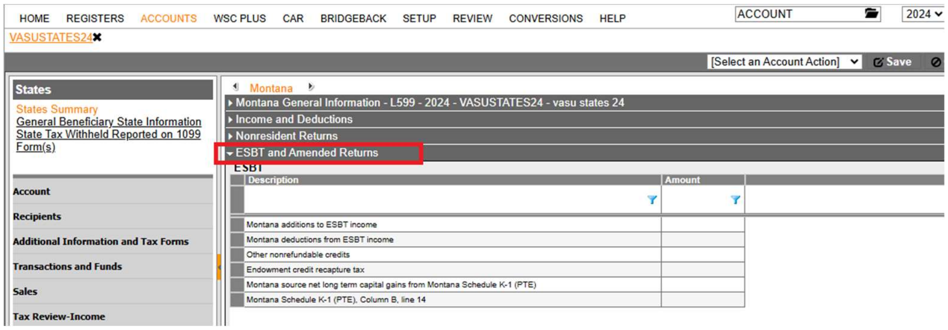
- **Type of adjustment** – dropdown list with the following selections:
  - Passive activity
  - Capital
  - Basis
- **Tax Year**
- **Description**
- **Beginning Balance**
- **Amount Absorbed**
- **Remaining Balance**



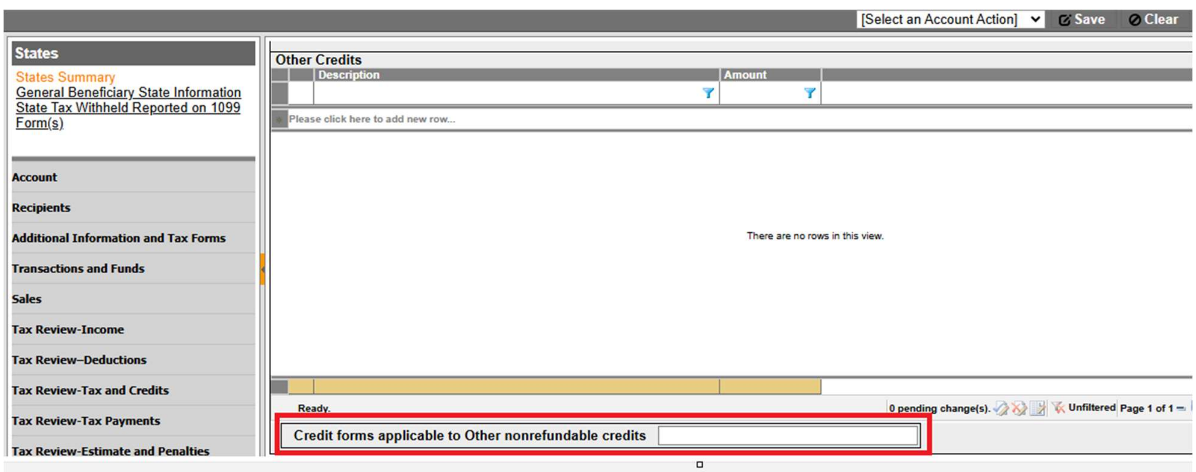
- The following changes were made in the **Nonresident Returns** collapsible section:
  - **Rents and Royalties (Override)** was revised to **Net short term capital gains (Override)**
  - **Business income (Override)** was revised to **Unrecaptured section 1250 gains (Override)**
  - **Farm income (Override)** was revised to **Other portfolio and nonbusiness income (Override)**
  - **Capital gain (loss)** was revised to **Ordinary business income (Override)**
  - **Ordinary gain (loss) (Override)** was revised to **Net rental real estate income (Override)**
  - **Other income (loss) (Override)** was revised to **Other rental income (Override)**
  - The **Montana source excess business loss** field was added
  - The **Net long term capital gains (Override)** field was added



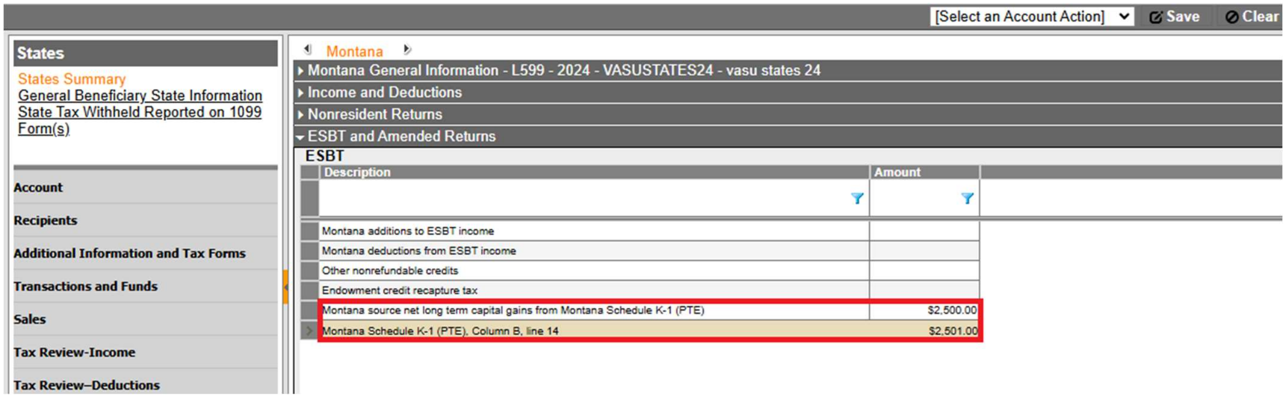
- The **ESBT and NOL** collapsible section
  - The section was renamed **ESBT and Amended Returns**



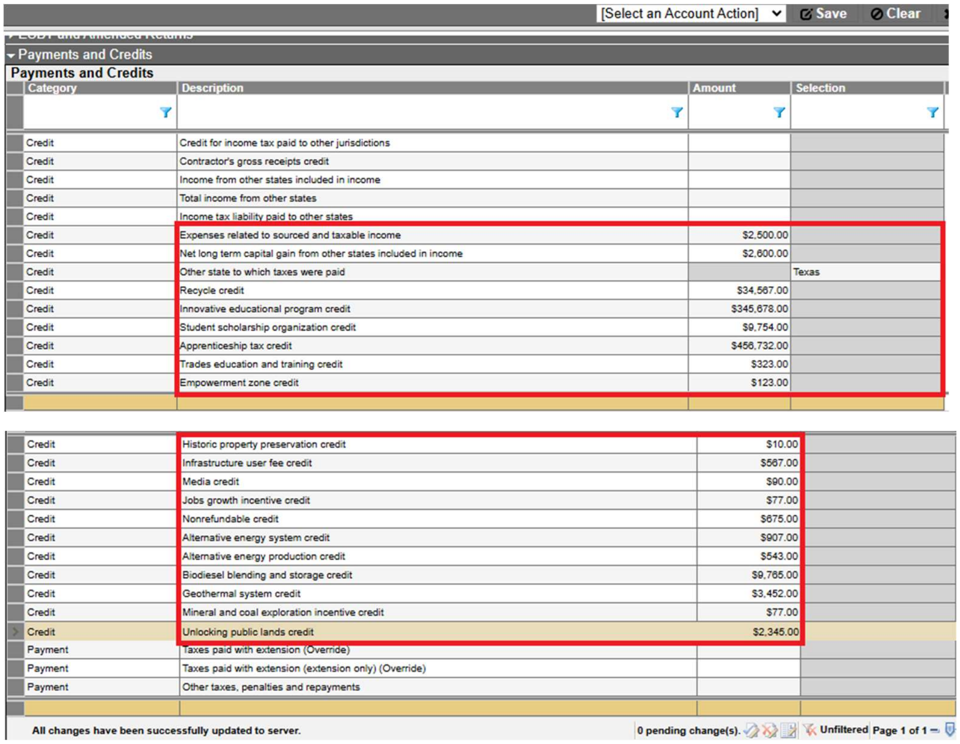
- The following fields were removed:
  - **Federal income tax paid or accrued on ESBT income**
  - **Montana source income**
  - **Capital gains credit**
- The following checkboxes were removed:
  - **2023**
  - **2022**
  - **2021**
  - **Election to not carry farming losses back**
- The **Credit forms applicable to Other nonrefundable credits** field was moved to the **Payments and Credits** collapsible section



- The following fields were added to the ESBT grid:
  - **Montana source net long term capital gains from Montana Schedule K-1 (PTE)**
  - **Montana Schedule K-1 (PTE), Column B, line 14**



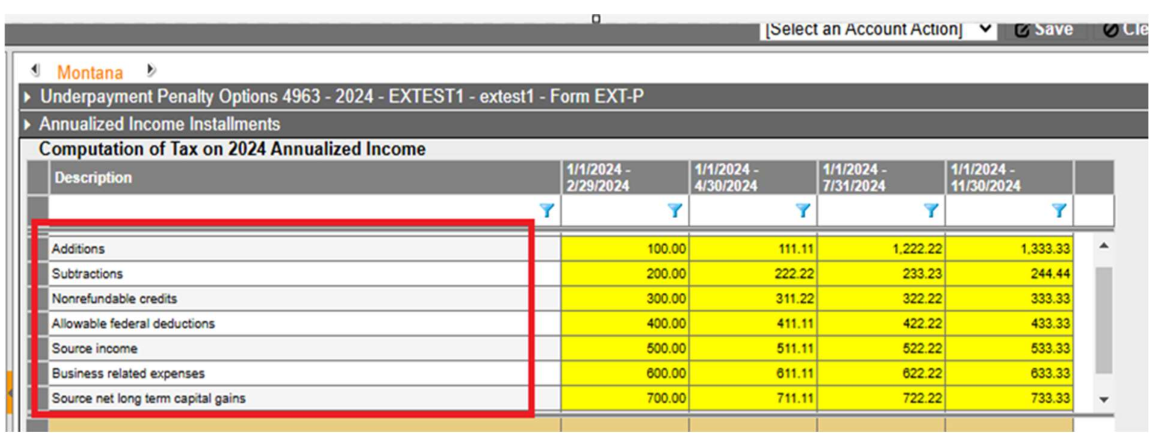
- **Payments and Credits** collapsible section
  - The following fields were removed:
    - **Investment tax credit**
    - **Credit for investment in energy conservation installations**
    - **Credit for wind powered generation equipment**
  - The following fields were added to the **Credit** category:
    - **Expenses related to sourced and taxable income**
    - **Net long term capital gain from other states included in income**
    - **Other state to which taxes were paid**
    - **Recycle credit**
    - **Innovative educational program credit**
    - **Student scholarship organization credit**
    - **Apprenticeship tax credit**
    - **Trades education and training credit**
    - **Empowerment zone credit**
    - **Historic property preservation credit**
    - **Infrastructure user fee credit**
    - **Media credit**
    - **Jobs growth incentive credit**
    - **Nonrefundable credit**
    - **Alternative energy system credit**
    - **Alternative energy production credit**
    - **Biodiesel blending and storage credit**
    - **Geothermal system credit**
    - **Mineral and coal exploration incentive credit**
    - **Unlocking public lands credit**



Payments and Credits

Category	Description	Amount	Selection
Credit	Credit for income tax paid to other jurisdictions		
Credit	Contractor's gross receipts credit		
Credit	Income from other states included in income		
Credit	Total income from other states		
Credit	Income tax liability paid to other states		
Credit	Expenses related to sourced and taxable income	$2,500.00	
Credit	Net long term capital gain from other states included in income	$2,600.00	
Credit	Other state to which taxes were paid		Texas
Credit	Recycle credit	$34,567.00	
Credit	Innovative educational program credit	$345,678.00	
Credit	Student scholarship organization credit	$9,754.00	
Credit	Apprenticeship tax credit	$456,732.00	
Credit	Trades education and training credit	$323.00	
Credit	Empowerment zone credit	$123.00	
Credit	Historic property preservation credit	$10.00	
Credit	Infrastructure user fee credit	$567.00	
Credit	Media credit	$90.00	
Credit	Jobs growth incentive credit	$77.00	
Credit	Nonrefundable credit	$675.00	
Credit	Alternative energy system credit	$907.00	
Credit	Alternative energy production credit	$543.00	
Credit	Biodiesel blending and storage credit	$9,765.00	
Credit	Geothermal system credit	$3,452.00	
Credit	Mineral and coal exploration incentive credit	$77.00	
Credit	Unlocking public lands credit	$2,345.00	
Payment	Taxes paid with extension (Override)		
Payment	Taxes paid with extension (extension only) (Override)		
Payment	Other taxes, penalties and repayments		

- The following changes were made to the **Annualized Income Installment** collapsible section within the **Underpayment Penalty** detail:
  - The following fields were removed for all 4 quarters
    - **Net capital gains retained (Override)**
    - **Credits**
  - The following fields were added for all 4 quarters
    - **Additions**
    - **Subtractions**
    - **Nonrefundable credits**
    - **Allowable federal deductions**
    - **Source income**
    - **Business related expenses**
    - **Source net long term capital gains**



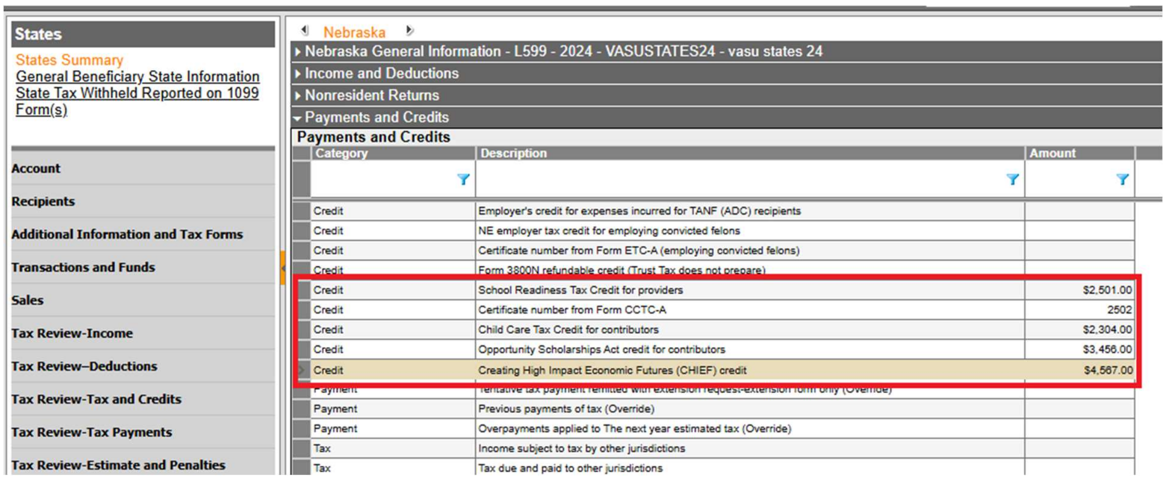
Computation of Tax on 2024 Annualized Income

Description	1/1/2024 - 2/29/2024	1/1/2024 - 4/30/2024	1/1/2024 - 7/31/2024	1/1/2024 - 11/30/2024
Additions	100.00	111.11	1,222.22	1,333.33
Subtractions	200.00	222.22	233.23	244.44
Nonrefundable credits	300.00	311.22	322.22	333.33
Allowable federal deductions	400.00	411.11	422.22	433.33
Source income	500.00	511.11	522.22	533.33
Business related expenses	600.00	611.11	622.22	633.33
Source net long term capital gains	700.00	711.11	722.22	733.33

Nebraska

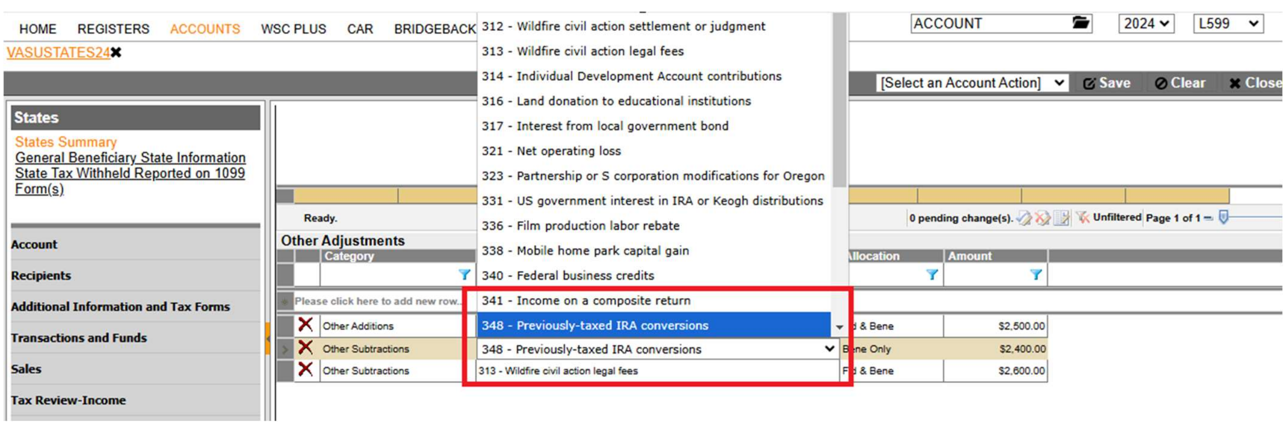
Beginning in tax year 2024, the following fields were added in the **Credits** category in the **Payments and Credits** grid on the **Payments and Credits** collapsible section:

- School Readiness Tax Credit for providers
- Certificate number from Form CCTC-A
- Child Care Tax Credit for contributors
- Opportunity Scholarships Act credit for contributors
- Creating High Impact Economic Futures (CHIEF) credit



Oregon

Beginning in tax year 2024, the **Discharge of Indebtedness** selection was removed from the **Other Subtractions** dropdown list in the **Other Adjustments** grid in the **Income and Deductions** collapsible section.

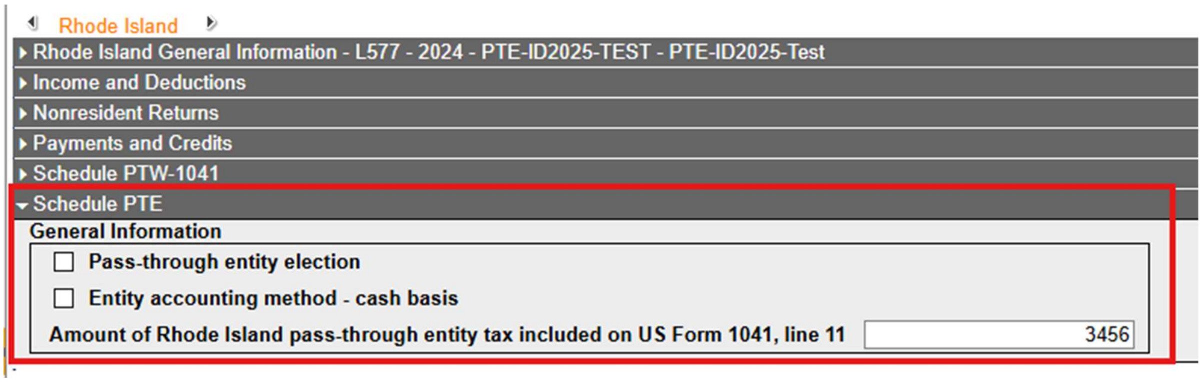


Rhode Island

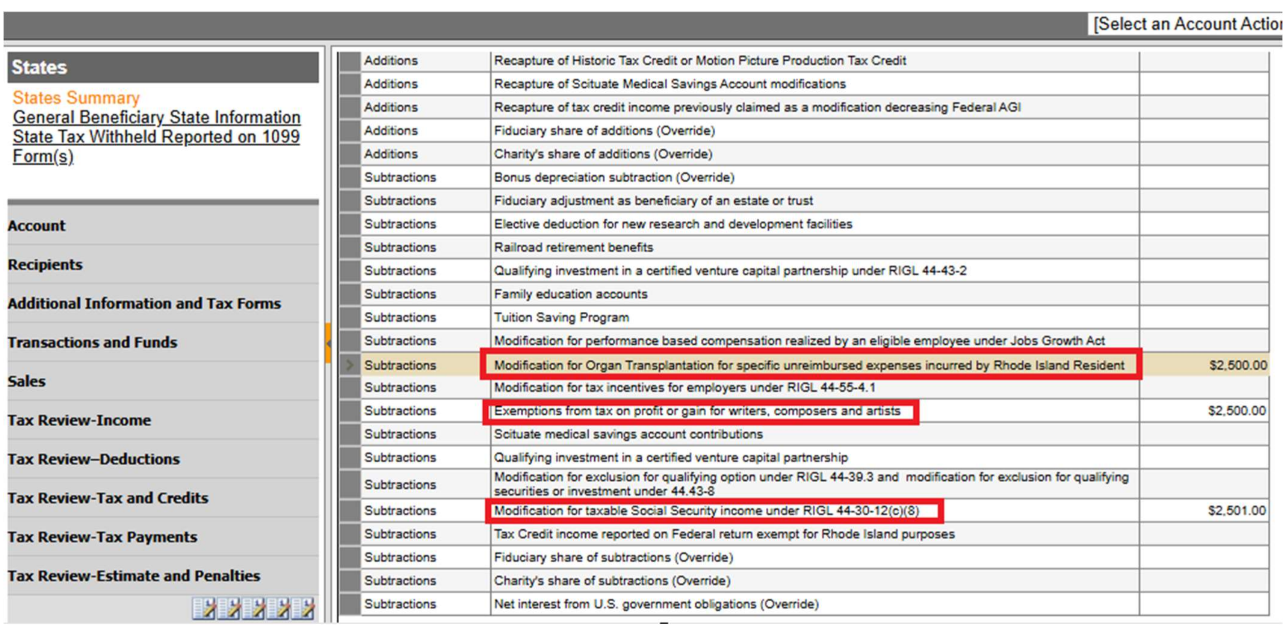
Beginning in tax year 2024 the following changes were made.

- The **Schedule PTE** collapsible section was added containing the following fields in the **General Information** group box:

- **Pass-through entity election** checkbox
- **Entity accounting method - cash basis** checkbox
- **Amount of Rhode Island pass-through entity tax included on US Form 1041, line 11** field



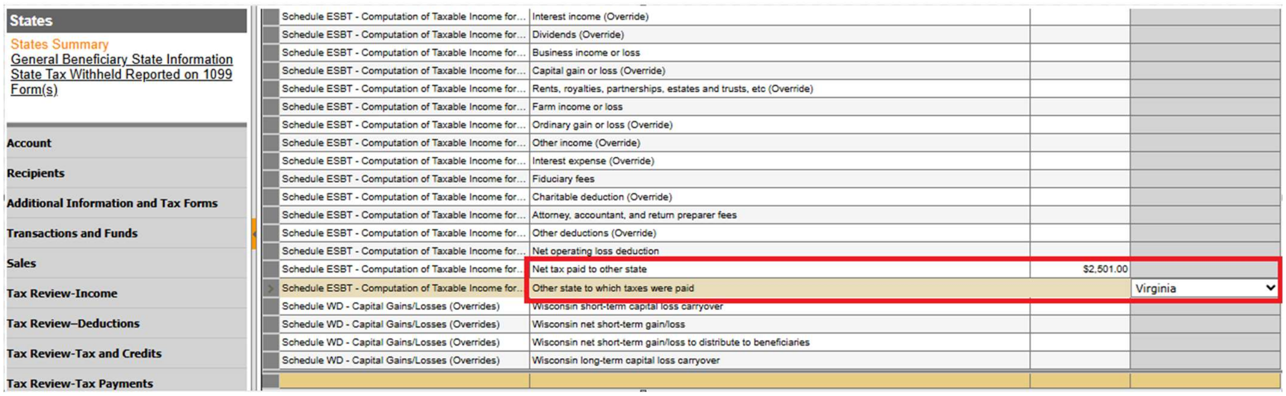
- In the **Income and Deduction** collapsible section the following revisions were made in the **Additions and Subtractions** grid:
  - **Historic tax credit income or motion picture production tax credit income** was revised to **Exemptions from tax on profit or gain for writers, composers and artists**
  - **Modification for resident business owner in certified enterprise zone under RIGL 42-64.3-7** was revised to **Modification for taxable Social Security income under RIGL 44-30-12(c)(8)**
  - **Modification for exclusion for qualifying option under RIGL 44-39.3 and modification for exclusion for qualifying securities or investment under 44-55.1** was revised to **Modification for Organ Transplantation for specific unreimbursed expenses incurred by Rhode Island Resident**



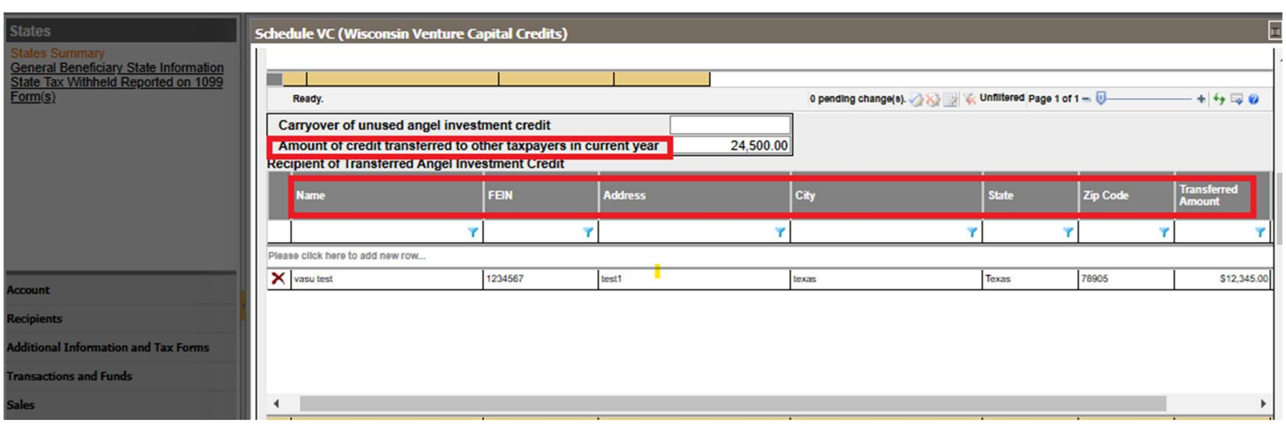
Wisconsin

Beginning in tax year 2024, the following changes were made.

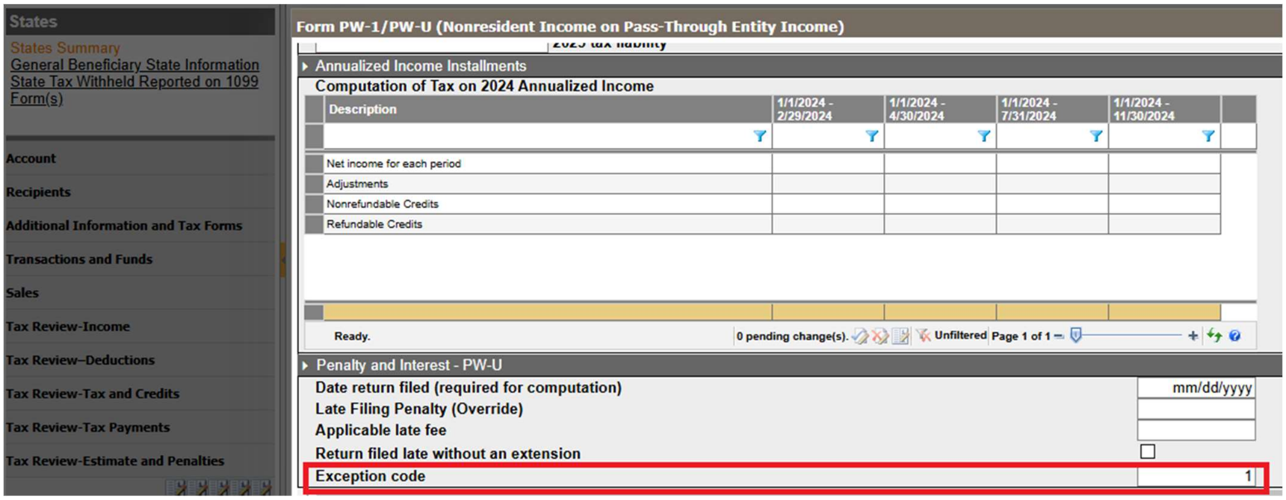
- In the **Schedules and Forms** collapsible section, the following fields were added to the **Schedule ESBT - Computation of Taxable Income for Electing Small Business Trust** category in the Schedule grid:
  - **Net tax paid to other state**
  - **Other state to which taxes were paid**



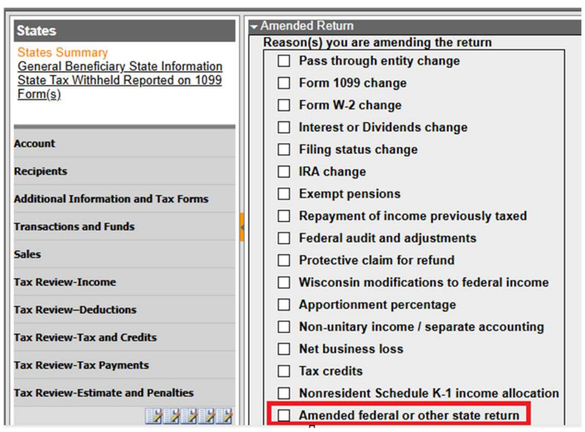
- The **Payments and Credits** collapsible section
  - The following changes were made in the **Schedule VC (Wisconsin Venture Capital Credits)** detail link:
    - **Amount of credit transferred to other taxpayers in current year** field was added below the **Carryover of unused angel investment credit** field.
    - The Recipient of Transferred Angel Investment Credit grid was added with following fields:
      - **Name**
      - **FEIN**
      - **Address**
      - **City**
      - **State**
      - **Zip code**
      - **Transferred Amount**
      - **Economic Development Corporation Notification Date**



  - The **Exception code** field was to the **Penalty and Interest - PW-U** collapsible section within the **Form PW-1/PW-U (Nonresident Income on Pass-Through Entity Income)** detail link



- In the **Amended Return** collapsible section, the **Federal amended return** checkbox was revised to **Amended federal or other state return**



Fixes

For a list of ONESOURCE Trust Tax fixes (closed issues), search [Alerts and Notices].

Known Issues

For a list of ONESOURCE Trust Tax known (open) issues, search [Alerts and Notices].

ONESOURCE Trust Tax Insight 25.01 Release Notes

For documentation and other production information, access Trust Tax Help and Support.

New Features

The topic below describes a feature added with this release.

Thomson Reuters Branding

The Thomson Reuters logo in the upper right hand corner of each page and the browser tab have been updated to reflect our new branding.

Fixes

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