

# Individual (1040) Converted Items

## Items to Note

The 2014 converted client file is not intended to duplicate or reproduce your 2014 return. The information converted is captured in a way that converts to 2014 correctly once the file has been Proforma'd.

This list provides details about how Lacerte converts the following 1040 calculated carryovers.

- **Number of Assets** - The conversion program converts a maximum of 2500 assets.
- **Date of Birth** - Verify date of birth in Client Information and Dependents, and adjust if necessary.
- **Depreciation** - In the 2014 program, AMT prior depreciation should be reduced by Section 179 and any special depreciation taken in 2014. State depreciation entries should be reviewed and adjusted as necessary.
- **Vehicles** - Lacerte converts only the first two vehicles entered per entity to Lacerte Screen 30 from ProSystem FX Sheet A-10.
- **Parent's Election to Report Child's Income** - Lacerte converts the child's name and social security number to Lacerte Screen 44 only if they are entered on ProSystem FX Sheet T-11.
- **General Business and Passive Activity Credits** - The Form and Prefix Number cannot be converted. You must adjust detail in "Form" and "Number of Form" (Lacerte Screen 34, codes 1 and 2).

**Note:** We also recommend that you review and update the following items after your conversion:

- Carryovers, such as credit carryovers and NOLs
- State information, including multi-state depreciation
- Prior year summary (review in 2014 program only)
- Any hurricane-related issues that overlap years, such as pension withdrawals
- Foreign tax credit carryovers.

# Individual Converted Items (1040)

The **underlined, bolded** titles in the following list correspond to the titles on the Contents screen of the Lacerte Tax program.

## **Client Information Input Screen 1**

*Filing Status*  
*Taxpayer Information*  
*Spouse Information*

## **Dependent Information Input Screen 2**

*Required Dependent Information: Claiming, EIC qualifications, Dependent Child Care*

## **Miscellaneous Information Input Screen 3**

*Presidential Campaign*  
*Designee Information*  
*Allow Discussion*  
*Text style*  
*Wage/Pension schedule*  
*Filed pursuant to Section 1.911-7(a)(2)(i)(D)*  
*Suppress next year's client organizer*  
*Direct Deposit Information plus multiple Deposit information (8888)*  
***\*CONVERTED CLIENT (PROFORMA USE ONLY) Used to show converted returns, DO NOT REMOVE THE CHECK MARK***

## **Invoice, Letter, Filing Instructions Input Screen 5**

*Prior Year Preparation Fee*  
*IRS Center*  
*Credit card instructions*

## **Current Year Estimated Tax Payments Input Screen 6**

*Overpayment applied from prior year (federal)*  
*1st – 4th Quarter Voucher Amounts (memo only)*

## **Next Year Estimated Tax (1040 ES) Input Screen 7**

*Apply Overpayment to Next Year*  
*Estimate Options*  
*1<sup>st</sup>-4<sup>th</sup> Quarter*

## **Penalties & Interest Input Screen Input Screen 8**

*Prior year Adjusted Gross Income*  
*Prior year Tax Liability*  
*Form 2210F*  
*Qualifying farmer/fisherman*  
*Exclude penalty from Form 1040/1040A*

## **Wages, Salaries, Tips Input Screen 10**

*Information needed for W-2's*

## **Interest Income Input 11**

*1099-B and Seller-Financed Mortgage Information*  
*Name of Foreign Country*  
*Category of income*  
*Foreign taxes accrued*

**Dividend Income Input Screen 12**

*1099-DIV which includes ordinary dividends, cap gain dist, municipal  
Information Foreign Taxes*

**Pensions, IRA Distributions Input Screen 13.1**

*Pension, IRA Distributions information from 1099R  
Traditional/SEP/SIMPLE IRA: 1=report on Form 8606, 2=exclude  
Investment in Contract (Plus Death Benefit Exclusion)  
General Rule: Exclusion Amount  
Cost in Plan at Annuity Starting Date (Plus Death Benefit Exclusion)  
Annuity Starting Date  
Age at Annuity Starting Date  
Simplified Method: Exclusion Amount  
Amount Recovered Tax Free After 1986  
Current year ordinary income element  
Form 4972 Current Year Ordinary Income  
Form 4972 Current Year Capital Gains  
Repayments made before filing current year tax return (other than IRA's)  
Repayments made before filing current tax return (IRA's)*

**Gambling Winnings Input Screen 13.2**

*Gambling Winnings Information Provided*

**Miscellaneous Income Input Screen 14.1**

*Other Income  
Other Income subject to self-employment tax  
Social Security Benefits (SSA 1099, box 5) Taxpayer including all pertinent information  
Social Security Benefits (SSA 1099, box 5) Spouse including all pertinent information*

**State / Local Tax Refunds / Unemployment Compensation (1099-G) Input Screen 14.2**

*Name of Payer  
Basis in This ESA as of 12/31/xx  
Administering State  
Basis in education program account as of 12/31/xx  
Value of Coverdell ESA account as of 12/31/xx  
Total unemployment compensation received  
Tier 1 railroad retirement received  
Agricultural Payments  
General Sales tax deduction available on Sch A  
Refunds Taxable in Prior Year worksheet information*

**Net Operating Loss Deduction Input Screen 15**

*Year of Loss  
Initial Loss – Regular  
Carryover available in prior year – Regular*

**Business Income (Schedule C) Input Screen 16**

*General Information Provided  
Gross receipts  
Returns and allowances  
Other Income  
Cost of Goods Sold  
Expenses  
Foreign Income Information: category of income  
Name of foreign country*

**DOES NOT COVERT: Disposition (Schedule D, 4797, Etc.) Input Screen 17**

*Installment sales*

*Short and Long-term capital loss carryover (Regular Tax)*

*Net Section 1231 Losses (5 Preceding Years Regular/AMT)*

**Rental & Royalty Income (Schedule E) Input Screen 18**

*General Information*

*Rents & Royalties received*

*Direct expenses*

*Indirect expenses*

*Vacation Home – No. of days used for personal purposes*

*Vacation Home – No. of days owned*

*Other Expenses*

*Federal Basis - Depletion*

*State basis if different - Depletion*

*Carryover - vacation home expenses*

*Carryover - vacation home depreciation*

*Carryover - AMT vacation home expenses*

*Carryover - AMT vacation home depreciation*

*Prior year unallowed passive losses - operating (Regular and AMT tax)*

*Carryover – Depletion*

**Farm Income (Schedule F / Form 4835) Input Screen 19**

*General Information*

*Sales of livestock, produce, etc. bought for resale (Cash method)*

*Sales of livestock, produce, etc. (Accrual method)*

*Beginning Inventory of Livestock, Etc. (Accrual Method)*

*Cost of livestock, etc. (Accrual method)*

*Total cooperative distributions*

*Taxable cooperative distributions*

*Commodity credit loans reported under election*

*Total commodity credit loans forfeited or repaid*

*Taxable commodity credit loans forfeited or repaid*

*Total crop insurance proceeds received in current year*

*Taxable crop insurance proceeds received in current year*

*Taxable crop insurance proceeds deferred from prior year*

*Custom hire (machine work) income*

**Partnership Information Passthrough Input Screen 20.1**

*General Information*

*Foreign Transactions - Country Code*

*Foreign Transactions - Foreign Income Category*

*Category of foreign income*

*1256 Loss – At-Risk Carryover*

*Other Portfolio Deductions – At-Risk Carryover*

*Investment Interest Expense – Schedule E – At-Risk Carryover*

*Other income & deductions - passive: prior unallowed passive loss (REGULAR and AMT)*

**DOES NOT COVERT: Input Screen 20.1**

***Income and Deductions***

***Information about the Partner***

***Partner's Share of Current Year Income***

***Self-employment***

***Credits***

***Other Information, Interest and Dividends, Other income/adjustments***

***At Risk Carryovers***

***Investment Credit***

***Disposition of Passive Activity in Installment Sales***

### **S Corporation Information Passthrough K-1 Input Screen Screen 20.2**

*General Information for S*

*Foreign Transactions - Foreign Country Code*

*Foreign Transactions - Foreign Income Category*

*Investment Interest Expense – Schedule E – At-Risk Carryover*

*Other portfolio deductions – At-Risk Carryover*

*1256 loss – At-Risk Carryover*

*Prior Year Unallowed Passive Losses: Ordinary or Rental Loss (Regular and AMT)*

**NOT CONVERTED: Input Screen 20.2 Input Screen 20.2**

***Income and deductions***

***Credits***

***Domestic production activities***

***Basis Carryovers***

***Investment Credit***

### **Estate and Trust Information Passthrough Information Input Screen 20.3**

*General Information for Passthrough Entity*

*Foreign transactions: Name of country*

*Category of foreign income*

*Prior year unallowed passive loss (REGULAR and AMT)*

**NOT CONVERTED: Input Screen 20.3 Input Screen 20.3**

***Income, deductions and credits***

### **Oil & Gas: Input Screen 21**

*Set Name*

*Form*

*Activity name or number*

*Overhead allocation method*

*Overhead expense description*

*Description of property*

*Production type*

*Enhanced*

*Percentage depletion rate*

*Cost or basis*

*Depletion for AMT Purposes*

### **Depreciation (4562) Input Screen 22**

*Description of Property*

*Form Asset Links with (Sch C, Sch E, Sch F, etc)*

*Activity Name or Number, Asset Category, Date in Service, Cost/Basis, Method, Life or Class Life*

*Current Section 179 Expense*

*Half-Year or Mid-Quarter*

*Amortization Code Section*

*Current Special Depreciation Allowance*

*Current Depreciation*

*Prior Section 179 Expense, Spec Depreciation and Depreciation*

*Salvage Value*

*Basis Reduction (ITC, Etc.)*

*State Basis Reduction*

*State Information if Different From Fed*

*AMT - Basis ]*

*AMT - Class Life (Post-1986)*

*AMT -1=Real Property, 2=Leased Personal Property (Pre-1987)*

*AMT -Current Depreciation*

*AMT -Prior Depreciation (MACRS Only)*

*State AMT – If different*

*Percentage of Business Use*

*General Asset Account Election*

Alternative Depreciation System (ADS)  
150% DB Instead of 200% DB (MACRS Only)  
IRS Tables or DB/SL Formula (MACRS)  
Qualified Indian Reservation Property  
Information and Questions for Listed Property

**Adjustments to Income Input Screen 24**

1=Covered by Employer Plan, 2=Not Covered  
IRA BASIS FOR 20xx & EARLIER YEARS  
Basis in Roth IRA Contributions as of prior year end  
Basis in Traditional IRA Conversions as of prior year end  
Other Adjustments  
Qualified employee retirement plan participant code  
Domestic Production Activity Method Code

**Itemized Deductions Input Screen 25**

Breakdown of Medical Expenses  
Taxes  
Home Mortgage Interest on Form 1098  
Home Mortgage Interest Not on Form 1098: Information needed  
Points Not on Form 1098 [A]  
Investment Interest  
INVESTMENT INTEREST CARRYOVER (REGULAR AND AMT)  
Cash Contributions  
CONTRIBUTION CARRYOVER (50%, 30%, AND 20% LIMITATION)  
Miscellaneous Deductions (2%)  
Other Misc. Deductions

**Noncash Contributions (8283) Input Screen 26**

Name of Charitable Organization (Donee) and other information needed  
Contribution Code  
Date received by charitable organization  
Employer Identification Number

**Items not converted:**  
**Description of Donated Property**  
**Acquisition Code**

**Business Use of Home Input Screen 29**

Business Use Area, Total Area of Home and Hours Used  
Carryover of operating expenses  
Indirect expenses - carryover of casualty losses and depreciation  
Qualified Mortgage Insurance Premiums (direct and indirect)  
Other Indirect Expenses  
Other Direct Expenses

**Vehicle / Employee Business Expense (2106) Input Screen 30**

Occupation  
General Information needed  
Date Placed in Service  
Total Mileage, Commuting Mileage and Average Daily Round Trip Commute  
Business Income and Expenses  
Reimbursements  
Listed Property Information  
Automobile Expenses

**Foreign Income Exclusion (2555) Input Screen 31**

Foreign Address of Taxpayer: Street Address, City, Region, Postal Code, Country

Employer's U.S. Name, address, City State Zip  
Employer's Foreign Address: Street Address, City, Region, Postal Code, Country  
Employer Type  
Enter Last Year (After 1981) Form 2555 Was Filed  
Type of Exclusion & Tax Year Rev. Was Effective  
Country of Citizenship  
City and Country of Foreign Residence  
Travel Information: Needed to provide Physical Presence  
Beginning Date for Bona Fide Residence  
Ending Date for Bona Fide Residence  
General Information for Living Abroad  
Name and Address of Employer  
Total Wages, tips, compensation and withholdings  
Box 12a code  
Total days worked in year  
Total days worked before and after assignment  
Foreign days worked before and after assignment  
Cost of Living and Overseas Differential  
Family  
Education  
Home Leave  
Quarters  
Other Purposes  
Excludable Meals and Lodging Under Sec. 119

**Archer Medical Savings Accounts (8853) Input Screen 32**

1=Self-Only Coverage, 2=Family Coverage  
Acquired Interest in MSA After Death of Account Holder

**Long-Term Care Insurance Contracts (8853) Input Screen 32**

Provides Information of person insured

**Child and Dependent Care Expenses (2441) Input Screen 33**

Persons/Organization Providing Dependent Care – Name, Street, City State ZIP, EIN

**General Business Credit Carryover (3800) Input Screen Input Screen 34**

Carryover Description  
Carryover Amount

**Foreign Tax Credit (1116) Input Screen Input Screen 35**

Name of Foreign Country  
Category of Income  
Foreign Income Code  
Foreign country code  
Elect to file Form 1116 or not elect to file form  
Carryover of foreign taxes paid – passive, lump sum, general income and treaty  
Carryover of foreign taxes claimed- passive, lump sum, general income and treaty  
Carryover of foreign taxes – passive, lump sum, general income and treaty  
AMT carryover of foreign taxes paid – passive, lump sum, general income and treaty  
AMT carryover of foreign taxes claimed- passive, lump sum, general income and treaty  
AMT carryover of foreign taxes –passive, lump sum, general income and treaty

**Qualified Adoption Expenses (8839) Input Screen 37**

Qualified adoption credit carryover  
Name, SSN and Date of Birth  
Born Before 1990 and Was Disabled

*Special Needs Child  
Foreign Child*

**Education Credits (8863) Input Screen 38**

*Qualified Person Information  
Qualified Tuition and Fees (Net of Nontaxable Benefits)  
Hope Credit or Lifetime Learning Credit*

**Earned Income Credit Input Sheet 39**

*Documents used to determine EIC Eligibility  
Disability of Qualifying Child  
Documents used to confirm Existence of Business*

**Mortgage Interest Credit (8396) Input Screen 39**

*Current year Mortgage Interest Credit  
Carryover of Mortgage Interest Credit*

**EIC, Residential Energy, Other Credits Input Screen 38.2**

*Mortgage Interest Credit: Street Address, City ST Zip  
Certificate Credit Rate  
Mortgage interest credit carryover – 3 preceding years  
General business credit carryover  
Minimum tax credit carryover  
Refundable min tax credit computation: 2<sup>nd</sup> preceding form 8801 lines 18 and 20  
Refundable min tax credit computation: Prior Year form 8801 lines 18 and 20  
Refundable min tax credit computation: Prior Year form 8801 line 55  
Taxable income (6251, 1, 6, 10)  
Exclusion items (2-5, 7-9, 11, 12)  
Foreign income/housing exclusion  
Line 13 or qualified dividend and capital gains tax worksheet, line 6  
Schedule D, line 19  
Schedule D worksheet, line 10  
Line 14 or qualified dividend and capital gains worksheet, line 7  
Tax less foreign tax credit  
Alternative minimum tax  
Minimum tax credit net operating loss  
Low income housing credit carryover (post-07)  
Railroad track maintenance credit carryover (post-07)  
First time Homebuyer Credit: Original Credit  
2439 Notice to Shareholder of undistributed Capital Gains  
4136 Credit for Federal Tax on Fuels  
8885 Health Coverage Tax Credit  
8834 Qualified Electric Vehicle Credit.  
8859 DC First Time Homebuyer Credit.  
8907 Non-conventional source fuel credit  
8910 Alternative motor vehicle credit  
8911 Alternative fuel vehicle refueling property credit  
Foreign housing and income exclusion*

**Household Employment Taxes Input Screen Input Screen 42**

*Employer Identification Number  
Questions and Information needed  
Cash wages subject to Social Security Tax, Medicare Taxes and Taxes Withheld  
Advanced earned income credit (EIC) payments  
Paid unemployment contributions to more than one state  
All wages taxable for FUTA tax were not taxable for state's unemployment tax  
Cash wages subject to FUTA tax*



Section A - Name of State, Contributions Paid

**Tax for Children Under 14 (8615) Input Screen 43**

*Tax for Children Under 14 – Name and SSN*

**Parent's Election to Report Child's Income Input Screen 44**

*Child's Name and SSN*

*Reportable Income*

*Dividends received as a nominee*

*Non-taxable dividends*

**Self-Employment Tax, Schedule J, Recapture, Other Taxes Input Screen 45**

*Exempt and Filed Form 4361*

*Exempt and Filed Form 4029*

*Social security coverage in country other than U.S.*

*COBRA premium assistance received*

**Elections Input Screen 46**

*Waive net operating loss Carryback period*

**Prior Year Summary Input Screen 48**

*Includes summary of all income, deductions, credits, withholdings*

**Non Resident Alien (1040NR) Input Screen 59**

*Country of residence*

*Country taxpayer was a citizen*

*Address outside US for refund if different from Interview Form 1*

*Indian student or business apprentice*

*Tax rate for "other" columns"*

*Other Income Type*

*Visa type or US immigration status*

*If ever changed your visa type or US immigration status*

*Number of days in US*

*Enter the year and name of the most recent form filed*

*Days Entered and Left the US during the year*

*Subject to tax in the country on income related to treaty benefits*

**Discharge of Indebtedness Input Screen 62**

*Total amount of discharged indebtedness excluded*

**Tax Shelter Statement Form Input Screen 78**

*Name of Reportable Transaction*

*Initial Participation Year*

*Tax Shelter Registration Number*

*Paid Promoters, Solicitors, Tax Advisers – Name, Address, City, State, Zip*

*Deduction*

*Capital Loss*

*Ordinary Loss*

*Exclusions from gross income*

*Non-recognition of gain*

*Adjustments to basis*

*Tax Credits*

*Deferral*

*Absence of adjustments to basis*

*Other*

*Type of Entity: Tax-Exempt, Foreign and Related*

*Involved Entity Name, Street Address, City, State, Zip Code or Foreign Address, ID Number and Description*

**Foreign Financial Assets Form 8938 Input Screen 82**

*Foreign Entity Information*

*Summary of tax items*

# Corporation (1120) Converted Items

## Items to Note

This list provides details about how Lacerte converts the following 1120 calculated carryovers.

- **Number of Assets** - The conversion program converts a maximum of 2500 assets.
- **Depreciation** - In the 20143 program, AMT prior depreciation should be reduced by Section 179 and any special depreciation taken in 2014. State depreciation entries should be reviewed and adjusted as necessary.
- **ACE Life on Depreciable Assets** - If acquired before the 1990 tax year, they cannot be converted. Enter the remaining ACE life (as of the beginning of the 1990 tax year) in the Lacerte program for each of these assets.
- **Consolidated Clients** - The 2014 conversion program converts each parent, subsidiary, and the consolidating company's client information to the Lacerte program. Each of these entities is assigned a unique Lacerte client number. The conversion program also converts the information necessary to complete Form 851, Affiliations Schedule and the descriptions of the consolidated eliminations and adjustments accounts used in the ProSystem FX program that have Lacerte equivalents.

Before you run the Lacerte Proforma Wizard on a consolidated client, you must:

1. Enter the Lacerte client number the conversion program assigned to the parent company in the consolidated return in "Client Number" (Screen 3.1 p2, Affiliations Schedule, code 820). The Lacerte program automatically enters the name, street address, city, state, ZIP code, EIN, principal business activity, business code number, and beginning/ending fiscal year dates for the parent company.
2. Refer to the "Subsidiaries Only" section of each Screen 3.1 p2, Affiliations Schedule to determine the Lacerte client number applicable to the information for each subsidiary company. Note the client number that links the correct information needed to complete Form 851 for each subsidiary.
3. Enter the Lacerte client number the conversion program assigned to each subsidiary company included in the consolidated return in "Client number" (Screen 3.1 p2, code 820). The Lacerte program automatically enters the name, street address, city, state, ZIP code, EIN, principal business activity, business code number, and beginning/ending fiscal year dates for each company.
4. Review and adjust (if necessary) the information in the "Subsidiaries Only" section of each Screen 3.1 p2, Affiliations Schedule. Confirm that each subsidiary company contains the correct information needed to complete Form 851.

# Corporation Converted Items (1120)

The **underlined and bolded** titles in the following list correspond to the titles on the Contents screen of the Lacerte Tax program.

## **Client Information Input Screen 1**

*Corporation Information*

## **Officer Information Input Screen 2**

*Officer Information*

## **Affiliations Schedule (851) Input Screen 3.1**

*Affiliate Information*

*Subsidiary Voting Stock Information*

## **Consolidated Eliminations Input Screen 3.2**

*Consolidated Elimination Information*

## **Consolidated Miscellaneous Input Screen 3.3**

*Corporation included in consolidated return*

## **Miscellaneous/Other Information Input Screen 4.1**

*Title of Signing Officer*

*Final Return*

*Allow Preparer/IRS Discussion*

*Text Style*

*Print Schedule E, M-1 and M-2*

*Qualified, Nonqualified or Closely Personal Service Corporation*

*Consolidated Return*

*Personal Holding Company*

*Accrue Federal Tax or State Tax*

*Schedule K Other Information*

*Direct Deposit Information*

*Ownership of Foreign Entity Information*

*Foreign Partnership Information*

*Schedule N Information*

*1120F Information*

***\*CONVERTED CLIENT (PROFORMA USE ONLY) Used to show converted returns, DO NOT REMOVE THE CHECK MARK***

## **Invoice & Letter Input Screen 5.1**

*Current Year Preparation Fee*

*IRS Center*

*Salutation*

## **20% Direct or 50% Direct/Indirect Owners Input Screen 6**

*Owner Information*

## **50% or More Owned Domestic Corporations Input Screen 7**

*Entity Information*

## **Foreign Owned Corporation Info.(5472) Input Screen 8**

*Country of Incorporation*

*Country(ies) of Filing Income Tax Return as a Resident*

*Principal Country(ies) Where Business is Conducted*

*Direct 25% Shareholder Information*  
*Ultimate Indirect 25% Shareholder Information*  
*Related Party Information*  
*Monetary Transaction Information*

**Controlled Group Apportionment Consent Input Screen 9**

*Apportionment Plan Information*

**Estimated Tax Input Screen 10**

*Overpayment applied from Prior Year*  
*Current Year Estimated Payments*  
*Credit to Next Year*  
*1=Apply Threshold Rule, 2=Suppress*

**Penalties and Interest Input Screen 11**

*Prior Year Tax*  
*Large Corporation*  
*Form 2220 Options*  
*Optional Annualized Methods*

**Income Input Screen 13**

*Gross Receipts*  
*Other Income*

**Cost of Goods Sold Input Screen 14**

*Additional Section 263A Costs*  
*Other Costs*  
*Ending Inventory*  
*Inventory Method*  
*Specify Other Method*  
*Explanation of Other Method*  
*Rules of Section 263A Apply*

**DOES NOT COVER: Disposition (Schedule D, 4797, Etc.) Input Screen 15**

*Installment sales*  
*Short and Long-term capital loss carryover (Regular Tax)*  
*Net Section 1231 Losses (5 Preceding Years Regular/AMT)*

**Schedule K-1 Input Screen 16**

*Entity Information*  
*Prior year unallowed passive loss: ordinary or rental loss*  
*Prior year unallowed passive loss: Capital Loss (short-term & long-term)*  
*Prior year unallowed passive loss: section 1231 loss*

**Farm Activities Input Screen 17**

*1=Delete This Year, 2=Delete Next Year*  
*Accrual Method: Ending Inv. of Livestock, etc.*  
*Other Farm Expenses*

**Rental/Other Passive Activities Input Screen 18**

*Description of Property/Activity*  
*1=Delete This Year, 2=Delete Next Year*  
*Short-term capital or long-term capital losses*

Form 4797 losses

**Oil & Gas Input Screen 19**

Set Name

Form

Activity name or number

Overhead allocation method

Overhead expense description

Description of property

Set name or number to include property

Property number

Date placed in service

Production type

Enhanced

Percentage depletion rate

State: Percentage depletion rate

Cost or basis

Beginning reserves

Cost depletion rate

**Deductions Input Screen 20**

Current Year Cash Contributions

Other Taxes

Other Deductions

Officers Schedule

**Depreciation (4562): Misc/ Sec. 179 Input Screen 21**

Convention

First Prior Short Year Beginning and Ending Date

Second Prior Short Year Beginning and Ending Date

**Depreciation (4562) Input Screen 21**

Description of Property

Form Asset Links with (Sch C, Sch E, Sch F, etc)

Activity Name or Number, Asset Category, Date in Service, Cost/Basis, Method, Life or Class Life

Current Section 179 Expense

Half-Year or Mid-Quarter

Amortization Code Section

Current Special Depreciation Allowance

Current Depreciation

Prior Section 179 Expense, Spec Depreciation and Depreciation

Salvage Value

Basis Reduction (ITC, Etc.)

State Basis Reduction

State Information if Different From Fed

AMT - Basis

AMT - Class Life (Post-1986)

AMT - 1=Real Property, 2=Leased Personal Property (Pre-1987)

AMT -Current Depreciation

AMT -Prior Depreciation (MACRS Only)

State AMT - If different

Percentage of Business Use

General Asset Account Election

Alternative Depreciation System (ADS)

150% DB Instead of 200% DB (MACRS Only)

IRS Tables or DB/SL Formula (MACRS)

Qualified Indian Reservation Property

*Information and Questions for Listed Property*

**Net Operating Loss Input Screen 23**

*Regular and AMT: NOL carryovers: Tax Year Ended, Net Operating Loss Amount, Utilizations*

**Contribution Carryovers Input Screen 24**

*Regular and AMT Carryovers*

**Noncash Contributions (8283) Input Screen 25**

*Donee Information*

**Schedule H (PSCs) Input Screen 27**

*Minimum Distribution Amount: Prior Year Applicable Amounts - 2nd & 3rd Preceding Tax Year*

*Minimum Distribution Amount: Adjusted Taxable Income - 2nd & 3rd Preceding Tax Year*

**General Business Credits Input Screen 28**

*Investment tax (3468)*

*Orphan Drug (8820)*

*Increasing research (6765)*

*New markets credit (8874)*

*Low sulfur diesel fuel production (8896)*

*Qualified railroad track maintenance (8900)*

*Energy efficient appliance credit (8909)*

*Work opportunity (5884)*

*Rehabilitation*

**Schedule A (8609) / LIH Recapture (8611) Input Screen 28.2**

*Building Information*

*Credit Information (8609-A)*

**Foreign Tax Credit (1118) Input Screen 30**

*AMT Simplified Limitation Election*

*Beginning Balance*

*Other additions*

**Other Credits Input Screen 31**

*Minimum tax credit carryover*

*20xx alternative minimum tax*

**Credit to Holders of Tax Credit Bonds (8912) Input Screen 31.2**

*Form 1097-BTC Information*

**Alternative Minimum Tax (4626) Input Screen 33**

*Gross Receipts From 3 Prior Tax Years: Gross Receipts*

*Corporation is a Former AMT Small Corporation*

*Former AMT Small Corporation: Change Date*

*Other ace items: net prior positive ace adjustments*

**Schedule PH, Input Screen 34**

*Amounts Excluded Under Section 543(a)(1)(A), 543(a)(1)(B)*

*Less Adjustments Described in Section 543(b)(2)(A)*

*Less Adjustments Described in Section 543(b)(2)(B)*

*War Profits and Excess Profits Taxes not Deducted*

*Excess Expenses/Depr. Under Section 545(B)(6) Information*

**Claim for Consent Dividend Deduction (973) Input Screen 34.3**

*Class of Stock*

Number of Shares Outstanding on 1<sup>st</sup> Day of Tax Year  
Number of Shares Outstanding on Last Day of Tax Year  
Description of Dividend Rights

**Shareholder Consent (972) Input Screen 34.3**

Number of Shares  
Certificate Numbers

**Alt. Tax on Qual. Shipping Activities (Form 8902) Input Screen 35.2**

Member of an electing group  
Any member of electing group have income from qualifying secondary activities or qualifying incidental activities: 1=yes, 2=no  
Vessel Information  
Notional Shipping Income Information

**Balance Sheet (Assets) - Ending Amounts Only Input Screen 37**

Assets

**Balance Sheet (Liabilities and Capital) - Ending Amounts Only Input Screen 37**

Liabilities and Capital

**Balance Sheet (Miscellaneous) Input Screen 38**

Book Depreciation, Amortization, and Depletion: Current Year  
Ending Retained Earnings  
Schedule L, M-1, M-2: 1=Force, 2=When Applicable

**Schedule M-1 Input Screen 39.1**

Income Subject to Tax not Recorded on Books: Other  
Expenses on Books not Included on This Return: Other  
Income on Books not Included on This Return: Other  
Deductions not Charged Against Book Income: Other

**Schedule M-3 Input Screen 39.2**

Schedule M-3: 1=Force, 2= Suppress  
Complete Sch M-3, page 1 and Sch M-1 when eligible: 1=yes, 2=no  
Filing Schedule M-3 as Alternative Disclosure Under Rev. Proc. 2004-45  
Complete Columns (a) and (d) of Parts I and III  
Income Statement Information  
Voting Common Stock Information  
Net Income (Loss) Reconciliation  
Income or Loss from Equity Method Foreign Corporations  
Gross Foreign Dividends Not Previously Taxed  
Subpart F, QEF, and Similar Income Inclusions  
Section 78 Gross-Up  
Gross Foreign Distributions Previously  
Income or Loss from Equity Method U.S. Corporations  
U.S. Dividends Not Eliminated in Tax Consolidation  
Minority Interest for Includible Corporations  
Income or Loss from U.S. Partnerships  
Income or Loss from Foreign Partnerships  
Income or Loss from Other Pass-through Entities: Entity Name

**Schedule M-3 Input Screen 39.5**

Schedule M-3: Additional Information

**Schedule M-2 Input Screen 40**

Other Increases  
Other Decreases



**Prior Year Summary Input Screen 43**

*Includes summary of all income, deductions, credits, withholdings, homeowner's associations*

**Control Totals Input Screen 44**

*Ending Assets*

*Ending Liabilities and Equity*

**Homeowner's Associations Input Screen 54.1**

*Type of Association*

**1120-C Input Screen 54.2**

*Cooperative tax exempt under section 521*

*Money or other property in redemption of nonqualified written notices of allocation*

*Other Property and Patronage amount*

*Accounting method used to compute distributable patronage*

*Other distributable patronage accounting method*

**Tax Shelter Statement / Form 8886 Input Screen 71.1**

*Name of Reportable Transaction*

*Initial Participation Year*

*Tax Shelter Registration Number*

*Paid Promoters, Solicitors, Tax Advisers – Name, Address, City, State, Zip*

*Deduction*

*Capital Loss*

*Ordinary Loss*

*Exclusions from gross income*

*Non-recognition of gain*

*Adjustments to basis*

*Tax Credits*

*Deferral*

*Absence of adjustments to basis*

*Other*

*Type of Entity: Tax-Exempt, Foreign and Related*

*Involved Entity Name, Street Address, City, State, Zip Code or Foreign Address, ID Number and Description*

**Entity involved in reportable transaction (8886) Input Screen 71.2**

*Entity Information*

**Foreign Financial Assets Form 8938 Input Screen 73**

*Foreign Entity Information*

*Summary of tax items*

**Discharge of Indebtedness Input Screen 75**

*Section 108(i) Election to Defer Income – Amount Deferred in prior tax years*

*COD Income and OID Deductions*

**Employer-Owned Life Ins. Contracts (8925) Input Screen 82**

*Policyholder Information*

**Form 90-22.1 Report of Foreign Bank Accounts Input Screen 73.1**

*Foreign Bank Information*

# S-Corporation (1120S) Converted Items

## Items to Note

This list provides details about how Lacerte converts the following 1120S calculated carryovers.

- **Number of Assets** - The conversion program converts a maximum of 2500 assets.
- **Depreciation** - In the 2014 program, AMT prior depreciation should be reduced by Section 179 and any special depreciation taken in 2014. State depreciation entries should be reviewed and adjusted as necessary.
- **Section 179 Carryover** - The 2014 conversion program carries the total section 179 carryover to Screen 20, code 120. Review, and adjust if necessary, to break down the total between Oil and Gas and non-Oil and Gas carryover amounts.

**Note:** The installment sale section has a category for State Prior Year Installment Sales - Gross Profit Ratio and Ordinary Income. Enter state amounts only if the state amounts are different than federal.

# S Corporation Converted Items (1120S)

The **underlined and bolded** titles in the following list correspond to the titles on the Contents screen of the Lacerte Tax program.

## **Client Information Input Screen 1**

*Corporation Information*

## **Officer Information Input Screen 2**

*Officer Information*

## **Misc. Info., Other Info., Amended Return, Schedule N Input Screen 3**

*Title of Signing Officer*

*Short Tax Year for Depreciation*

*Beginning and Ending Fiscal Year*

*Final Return*

*Allow Preparer/IRS Discussion*

*Text Style*

*Accrue Federal Tax*

*Accounting Code*

*Principal Business Information*

*Publicly offered debt instruments*

*Total net unrealized built in gains*

*Subchapter S Election terminated or revoked*

*Required to file Form 1099*

*Domestic Corporation*

*Member of Controlled Group*

*Tax Shelter Information*

*Accumulated Earnings and Profits at Year End*

*Direct Deposit Information*

*Schedule N Information*

**\*CONVERTED CLIENT (PROFORMA USE ONLY) Used to show converted returns, DO NOT REMOVE THE CHECK MARK**

## **Invoice, Letters, Filing Instructions Input Screen 4.1**

*Client Statement Option Code*

*IRS Center*

*Salutation*

*Shareholder Number for Signature*

*Signature*

## **Shareholder Information Input Screen 5**

*Shareholder Information*

## **Stock Ownership Input Screen 6**

*Shareholder Information*

## **Shareholder's Basis Input Screen 9**

*Shareholder Basis Information*

## **Estimated Tax Input Screen 10**

*Overpayment applied from prior year*

*Application of overpayment code*

*Credit to Current Year*

Form 8842 election

**Penalties and Interest Input Screen 11**

Prior year excess net passive income tax  
Optional Annualized Methods  
Form 2220 Print Options

**Ordinary Income Input Screen 13**

Other Income

**Cost of Goods Sold Input Screen 14**

Additional Section 263A Costs  
Other Costs  
Ending Inventory  
Inventory Method:  
Explanation of Other Inventory Method  
Rules of Section 263A Apply

**Ordinary Deductions Input Screen 15**

Taxes: Other  
Other Ordinary Deductions  
Print Tax Deduction Method  
Qualified Domestic Production Activity Allocation Method

**Depreciation (4562): Misc/ Sec. 179 Input Screen 16**

Convention  
First Prior Short Year Beginning and Ending Date  
Second Prior Short Year Beginning and Ending Date

**Depreciation (4562) Input Screen 16**

Description of Property  
Form Asset Links with (Sch C, Sch E, Sch F, etc)  
Activity Name or Number, Asset Category, Date in Service, Cost/Basis, Method, Life or Class Life  
Current Section 179 Expense  
Half-Year or Mid-Quarter  
Amortization Code Section  
Current Special Depreciation Allowance  
Current Depreciation  
Prior Section 179 Expense, Spec Depreciation and Depreciation  
Salvage Value  
Basis Reduction (ITC, Etc.)  
State Basis Reduction  
State Information if Different From Fed  
AMT - Basis  
AMT - Class Life (Post-1986)  
AMT - 1=Real Property, 2=Leased Personal Property (Pre-1987)  
AMT -Current Depreciation  
AMT -Prior Depreciation (MACRS Only)  
State AMT – If different  
Percentage of Business Use  
General Asset Account Election  
Alternative Depreciation System (ADS)  
150% DB Instead of 200% DB (MACRS Only)  
IRS Tables or DB/SL Formula (MACRS)  
Qualified Indian Reservation Property  
Information and Questions for Listed Property

**Farm Income/Expenses (Schedule F) Input Screen 18**

*Principal Product*

*Agricultural Activity Code*

*1=Delete This Year, 2=Delete Next Year*

*Accrual Method: Ending Inv. of Livestock, etc.*

*Other Farm Expenses*

**Oil & Gas Input Screen 19**

*Set Name*

*Form*

*Activity name or number*

*Overhead allocation method*

*Overhead expense description*

*Description of property*

*Set name or number to include property*

*Property number*

*Date placed in service*

*Production type*

*Enhanced*

*Percentage depletion rate*

*State: Percentage depletion rate*

*Cost or basis*

*Beginning reserves*

*Cost depletion rate*

**Schedule K Income and Deductions Input Screen 20**

*Other Income (Loss)*

*Section 59(e)(2) Election Expenses*

*Other Deductions*

*Section 179 carryover (not oil and gas activities)*

**Rental Real Estate Activities (8825) Input Screen 21**

*Description of Property/Activity*

*Other Expenses*

**Other Rental Activities (Schedule K) Input Screen 22**

*Description of Property/Activity*

*Other Expenses*

**DOES NOT COVERT: Disposition (Schedule D, 4797, Etc.) Input Screen 23**

*Installment sales*

*Short and Long-term capital loss carryover (Regular Tax)*

*Net Section 1231 Losses (5 Preceding Years Regular/AMT)*

**Pass-through Entity K-1 Input Screen 24**

*K-1 Entity Information*

**Credits (Schedule K) Input Screen 26**

*Form 6478*

*Increasing Research Credit*

*R.E Rehabilitation Expenditures*

*Rental Real Estate Credits*

*Other Rental Credits*

*Other Credits*

Undistributed capital gains  
New Markets  
Community Development  
Qualified Entity Investment  
Qualified railroad track maintenance  
Nonconventional source fuel  
Low sulfur diesel fuel production

**Schedule A (8609) / LIH Recapture (8611) Input Screen 26.3**

Building Information  
Credit Information (8609-A)

**Credit to Holder of Tax Credit Bonds (8912) and Form 1097-BTC Input Screen 26.4**

Bond Issuer's Information

**Other Schedule K Items Input Screen 27**

Other Preference Items  
Foreign Country  
Foreign Gross Income Sourced at Corporate Level: Listed Categories  
Deductions Allocated and Apportioned at Corporate Level: Listed Categories  
Reduction in Taxes Available for Credit and Gross Income  
Other Items and Amounts (Line 17d)

**Balance Sheet (Assets)- Ending Amounts Only Input Screen 29**

Assets

**Balance Sheet (Liabilities and Equity)- Ending Amounts Only Input Screen 29**

Liabilities and Capital

**Balance Sheet Miscellaneous Input Screen 30**

Current Year Book Depreciation, Amortization, and Depletion  
Schedule L and M-1: 1=Force, 2=When Applicable

**Schedule M-1 Input Screen 31**

Income on Schedule K not Recorded on Books  
Expenses on Books not on Schedule K: Non-Deductible Expenses  
Expenses on Books not on Schedule K: Other  
Income on Books not on Schedule K: Other  
Deductions on Sch. K not Charged Against Book Income: Other  
Schedule M-3: 1=Force, 2= Suppress  
Complete Columns (a) and (d) of Parts I and III  
Income Statement Information  
Net Income from Nonincludible Foreign Entities  
Net Income from Nonincludible U.S. Entities  
Net Income (Loss) Reconciliation

**Schedule M-2 Input Screen 32**

AAA: beginning balance  
AAA: Other Additions  
AAA: Other Reductions  
Other adjustments account (sch. M-2): beginning balance  
S/h undistributed taxable income (sch. M-2): beginning balance  
Other retained earnings (sch. L): beginning balance

**Schedule K-1 Input Screen 33**

Final K-1 (Line D)

**Prior Year Summary Input Screen 40**

*Includes summary of all income, deductions, credits, withholdings, schedule K, schedule L*

**Control Totals Input Screen 41**

*Total Assets - Ending*

*Total Liabilities and Equity – Ending*

**Required Payment or Refund (8752) Input Screen 60**

*Required Payment for Any Prior Year More Than \$500*

**Entity involved in reportable transaction (8886) Input Screen 65.1**

*Entity Information*

**Form 90-22.1 Report of Foreign Bank Accounts Input Screen 67**

*Foreign Bank Information*

**Discharge of Indebtedness Input Screen 69**

*Section 108(i) Election to Defer Income – Amount Deferred Current Tax*

**Foreign Disregarded Entities (8858) Input Screen 71**

*Foreign Disregarded Entities Information*

**Foreign Financial Assets Form 8938 Input Screen 73**

*Foreign Entity Information*

*Summary of tax items*

**International Boycott Report (5713) Input Screen 74.1**

*Common Tax Year Information for form 5713*

**Employer-Owned Life Ins. Contracts (8925) Input Screen 77**

*Policyholder Information*

**Return by a Shareholder of a PFIC or Qualified Electing Fund (8621) Input Screen 78**

*PFIC or QEF Information*

## **Partnership (1065) Converted Items**

### **Items to Note**

This list provides details about how Lacerte converts the following 1065 calculated carryovers.

- **Number of Assets** - The conversion program converts a maximum of 2500 assets.
- **Schedule K-1** - The ending capital for each partner is converted to beginning capital in 2014 Lacerte. The 2014 Lacerte Proforma Wizard transfers this amount to beginning capital in Lacerte.
- **Number of Partners** - Maximum of 300 partners are converted.

- **Depreciation** - In the 201 program, AMT prior depreciation should be reduced by Section 179 and any special depreciation taken in 2014. State depreciation entries should be reviewed and adjusted as necessary.
- **Section 179 Carryover** - The 2014 conversion program carries the total section 179 carryover to Screen 22, code 167. Review, and adjust if necessary, to break down the total between Oil and Gas and non Oil and Gas carryover amounts.
- **Carryovers** - The Lacerte Proforma Wizard transfers all items in the conversion process except for a few state if different categories.



# Partnership Converted Items (1065)

The **underlined and bolded** titles in the following list correspond to the titles on the Contents screen of the Lacerte Tax program.

## **Client Information Input Screen 1**

*Partnership Information*

## **Invoice & Letter Input Screen 2.1**

*Salutation*

*Partner number for Salutation*

*IRS Center*

*Partner number of Signature*

*Signature*

## **Miscellaneous Information Input Screen 3**

*Type of entity filing if "other"*

*Allow Discussion*

*Number of signing partner*

*Direct Deposit Information*

*Capital account recon: 1=condensed 2=expanded, 3=per partner*

***\*CONVERTED CLIENT (PROFORMA USE ONLY) Used to show converted returns, DO NOT REMOVE THE CHECK MARK***

## **Other Information (Schedule B) Input Screen 5**

*Was any partner is a disregarded entity, partnership, trust, S Corporation, nominee or similar person? 1 =yes, 2=no*

*Detailed Description of the Partnership or Disregarded Entity the Partnership Has an Interest in*

*Schedule B Ownership Questions: 3a, 3b, 4a, 4b*

*Partnership Level Tax Treatment Election in effect for the current year*

*Partnership is a Publicly Traded Partnership*

*Partnership Has Interest in a Foreign Bank Account*

*Entity Informaton*

*Name of Foreign Country*

*Partnership is a Grantor of a Foreign Trust*

## **Partner Information Input Screen 7**

*Partner Information*

## **Partner Percentages Input Screen 8**

*Partner End of Year: Profit Sharing, Loss and Ownership of Capital*

## **Income Input Screen 10**

*Ordinary Income*

*Other Income*

## **Cost of Goods Sold Input Screen 11**

*Additional Section 263A Costs*

*Other costs*

*Ending inventory*

*Inventory Method*

*Explanation of other Method*

*LIFO Inventory*

*Rules of Section 263A apply*

## **Farm Income (Schedule F / Form 4835) Input Screen 12**

Principal Product  
Agricultural Activity Code  
1=Delete This Year, 2=Delete Next Year  
Accrual Method: Ending Inv. of Livestock, etc.  
Other Farm Expenses

**Deductions Input Screen 13**

Other

**Depreciation (4562): Misc/ Sec. 179 Input Screen 14**

Convention  
First Prior Short Year Beginning and Ending Date  
Second Prior Short Year Beginning and Ending Date

**Depreciation (4562) Input Screen 14**

Description of Property  
Form Asset Links with (Sch C, Sch E, Sch F, etc)  
Activity Name or Number, Asset Category, Date in Service, Cost/Basis, Method, Life or Class Life  
Current Section 179 Expense  
Half-Year or Mid-Quarter  
Amortization Code Section  
Current Special Depreciation Allowance  
Current Depreciation  
Prior Section 179 Expense, Spec Depreciation and Depreciation  
Salvage Value  
Basis Reduction (ITC, Etc.)  
State Basis Reduction  
State Information if Different From Fed  
AMT - Basis  
AMT - Class Life (Post-1986)  
AMT - 1=Real Property, 2=Leased Personal Property (Pre-1987)  
AMT -Current Depreciation  
AMT -Prior Depreciation (MACRS Only)  
State AMT – If different  
Percentage of Business Use  
General Asset Account Election  
Alternative Depreciation System (ADS)  
150% DB Instead of 200% DB (MACRS Only)  
IRS Tables or DB/SL Formula (MACRS)  
Qualified Indian Reservation Property  
Information and Questions for Listed Property

**Oil & Gas Input Screen 16**

Set Name  
Form  
Activity name or number  
Overhead allocation method  
Overhead expense description  
Description of property  
Set name or number to include property  
Property number  
Date placed in service  
Production type  
Enhanced  
Percentage depletion rate  
State: Percentage depletion rate  
Cost or basis  
Beginning reserves

Cost depletion rate

**Rental Real Estate Activities (Form 8825) Input Screen 17**

Property Information

Other Expenses

**Other Rental Activities (Schedule K) Input Screen 18**

Property Information

Other Expenses

**DOES NOT COVER: Disposition (Schedule D, 4797, Etc.) Input Screen 19**

Installation sales

Short and Long-term capital loss carryover (Regular Tax)

Net Section 1231 Losses (5 Preceding Years Regular/AMT)

**Other Credits Input Screen 20.2**

Increasing research credit

Energy Efficient Appliance Credit

Prior year Energy Appliance

Current Year Type A Dishwashers produced

Current Year Type A Clothes washers produced

Current Year Type B Clothes washers produced

Current Year Type A refrigerators produced

Current Year Type B refrigerators produced

Marketplace Identifier

EIN used to report employment taxes on line 1, if different

**Credit to Holders of Tax Credit Bonds (8912) Input Screen 20.3**

Form 1097-BTC Information

**Low-Income Housing Input Screen 21**

Building Information

**Other Schedule K Items Input Screen 22**

Other Income

Section 59(e) Election Expenses

Other Deductions

R.E. Rehabilitation Expenditures

Rental Real Estate Credits

Other Rental Credits

Other Credits

Foreign Taxes

Employer ID Number used for employee health insurance credits

**Pass-through Entity K-1 Input Screen 23**

Entity Information

Other Income (Loss)

Other Deductions

**Schedule M-3 Input Screen 27**

Schedule M-3: 1=Force, 2= Suppress

Complete Sch M-3, page 1 and Sch M-1 when eligible: 1=yes, 2=no

Filing Schedule M-3 as Alternative Disclosure Under Rev. Proc. 2004-45

Complete Columns (a) and (d) of Parts I and III

Reportable Entity Partner: Entity Name, EIN and Ownership percentage

Income Statement Information

Net Income (Loss) Reconciliation

Income or Loss from Equity Method Foreign Corporations

Gross Foreign Dividends Not Previously Taxed

Subpart F, QEF, and Similar Income Inclusions

*Gross Foreign Distributions Previously Taxed*  
*Income or Loss from Equity Method U.S. Corporations*  
*U.S. Dividends Not Eliminated in Tax Consolidation*  
*Income or Loss from U.S.*  
*Income or Loss from Foreign Partnerships*  
*Income or Loss from Other Pass-through Entities*

**Balance Sheet (Assets, Liabilities and Capital)-Ending Amounts Only Input Screen 24**

*Assets*  
*Liabilities and Capital*

**Balance Sheet Miscellaneous Input Screen 25**

*Current Year Book Depreciation, Amortization, Depletion*

**Schedule M-1 Input Screen 27**

*Income on Sch. K Not Recorded on Books*  
*Expenses on Books not on Sch. K: Other*  
*Income on Books not on Sch. K: Other*  
*Deductions on Sch. K not Charged Against Book Income: Other*

**Schedule M-2 Input Screen 28**

*Other Increases*  
*Other Decreases*  
*Ending capital*

**Control totals Input Screen 36**

*Total Assets*  
*Total Liabilities*

**Prior Year Summary Input Screen 43**

*Includes summary of all income, deductions, credits, withholdings, schedule K, schedule L*

**Entity involved in reportable transaction (8886) Input Screen 58**

*Entity Information*

**Tax Shelter Statement / Form 8886 Input Screen 58**

*Name of Reportable Transaction*  
*Initial Participation Year*  
*Tax Shelter Registration Number*  
*Paid Promoters, Solicitors, Tax Advisers – Name, Address, City, State, Zip*  
*Deduction*  
*Capital Loss*  
*Ordinary Loss*  
*Exclusions from gross income*  
*Non-recognition of gain*  
*Adjustments to basis*  
*Tax Credits*  
*Deferral*  
*Absence of adjustments to basis*  
*Other*  
*Type of Entity: Tax-Exempt, Foreign and Related*  
*Involved Entity Name, Street Address, City, State, Zip Code or Foreign Address, ID Number and Description*

**Foreign Financial Assets Form 8938 Input Screen 60**

*Foreign Entity Information*  
*Summary of tax items*

**Discharge of Indebtedness Input Screen 61**

*Section 108(i) Election to Defer Income – Amount Deferred in prior tax years*  
*COD Income and OID Deductions*

# Fiduciary Items to Note (1041)

## Items to Note

This list provides details about how Lacerte converts the following 1041 calculated carryovers.

- **Beneficiary Information** - The conversion program converts the "City, State, and Zip code" field from ProSystem FX Input Screen K-1 if the state is entered using the two-letter postal abbreviation. If you did not use the two-letter postal abbreviation, review and adjust if necessary.

**Note:** If the beneficiaries entered in ProSystem FX Input Sheet K-2 are not entered in the same order as those entered in Input Sheet K-1, the fields for "K-1 Transmittal Letter Beneficiary Salutation" and "Export File: K-1 Activity Number" may not convert to the correct beneficiary in Lacerte. Review and adjust if necessary.

- **Number of Assets** - The conversion program converts a maximum of 2500 assets.
- **Custodial Agency Returns** - Lacerte does not process custodial agency returns. Therefore, the conversion program did not convert any returns of this type.
- **Depreciation** - In the 2014 program, AMT prior depreciation should be reduced by Section 179 and any special depreciation taken in 2014. State depreciation entries should be reviewed and adjusted as necessary.
- **Oil & Gas** - The conversion program did not convert depletion amounts disallowed because of the 65% limitation. Enter these amounts on Screen 26.1 or 26.2, Oil & Gas.
- **Prior Year Summary** - The conversion program lists all capital gains attributable to charity in "Long-Term Capital Gain Paid to Charity (B-5)" (Screen 52, code 23). You must manually enter any "Short-Term Capital Gain Attributable to Charity" (Screen 52, code 24) and manually adjust code 23.

# Fiduciary Converted Items

The **underlined and bolded** titles in the following list correspond to the titles on the Contents screen of the Lacerte Tax program. All calculated carryover amounts are indicated in UPPERCASE format.

## **Client Information Input Screen 1**

*Entity and Fiduciary Information*

## **Miscellaneous Information Input Screen 2**

*Short Tax Year for Depreciation*

*Beginning and Ending Fiscal Year Date*

*Section 4947(a)(1)*

*Not a Private Foundation*

*Electronic payment information*

*1=Suppress next year's client organizer*

## **Invoice, Letters, Filing Instructions Input Screen 3.1**

*IRS Center*

*Salutation*

*Signature*

## **Return Options Input Screen 4**

*DNI Diagnostic*

*Text Style*

***\*CONVERTED CLIENT (PROFORMA USE ONLY) Used to show converted returns, DO NOT REMOVE THE CHECK MARK***

## **Accounting Income Input Screen 5**

*Form 4797 Gains (Losses) Charged to: 1=Income, 2=Corpus*

*Other Income*

*Other Deductions*

## **Beneficiary Information Input Screen 6**

*Beneficiary Information*

## **Dollar Distributions Input Screen 7.2**

*Beneficiary Information*

*Required (Schedule B, Line 9): Ordinary, Short Term, Long Term*

*Other (Schedule B, Line 10): Ordinary*

## **Schedule B Overrides Input Screen 7.3**

*Distributable Net Income*

## **Schedule K-1 Distribution Options Input Screen 9**

*1=Prorate Estate Tax Deduction to Beneficiaries Based on Income Percentage*

*Credits: 1=In Fiduciary, 2=Prorate to Beneficiary*

*U.S. Government Interest: 1=Compute, 2=Maximum, 3=Suppress*

## **Grantor Letter Options Input Screen 11**

*Report TEI and Deductions*

*Print 1040 Line References*

## **Estimates (1041-ES) Input Screen 12**

*Overpayment applied from prior year*

*Estimated payments*  
*Apply Overpayment to Current Year*  
*Estimate Options*

**Penalties (2210) Input Screen 13**

*Printing options: 1=Yes 2=No*  
*Prior year tax liability*

**Interest Income Input Screen 15**

*Name of Payer*

**Dividend Income Input Screen 16**

*Name of Payer*

**Other Income Input Screen 20**

*Description of Other Income*

**Business Income (Schedule C) Input Screen 21**

*General Information Provided*  
*Gross receipts*  
*Returns and allowances*  
*Other Income*  
*Income and Cost of Goods Sold*  
*Expenses*  
*Foreign Income Information: category of income*  
*Name of foreign country*  
*Prior year unallowed passive losses - operating (Regular and AMT)*

**DOES NOT COVER: Disposition (Schedule D, 4797, Etc.) Input Screen 22**

*Installment sales*  
*Short and Long-term capital loss carryover (Regular Tax)*  
*Net Section 1231 Losses (5 Preceding Years Regular/AMT)*

**Rent & Royalty Income (Schedule E) Input Screen 23**

*Kind of Property*  
*Location of Property*  
*Percentage of Ownership*  
*Real Estate Professional*  
*Investment*  
*Prior year unallowed passive losses: operating (Regular tax and AMT)*

**Farm Income (Schedule F / Form 4835) Input Screen 24**

*Principal Product*  
*Employer ID Number*  
*Agricultural Activity Code*  
*Accounting Method: 1=Cash, 2=Accrual*  
*Accrual Method: Ending Inv. of Livestock, etc.*  
*Other Income*  
*Other Expenses*  
*Prior year unallowed passive losses: operating (Regular tax and AMT)*

**Passthrough K-1 Information Input Screen 25**

*K-1 Entity Information*  
*Prior year unallowed passive losses: ordinary or rental loss (Regular tax and AMT)*  
*Report Depletion on Sch. E, page 1 (royalties)*  
*Other information Description*

## **Depreciation (4562) Input Screen 27**

*Description of Property*

*Form Asset Links with (Sch C, Sch E, Sch F, etc)*

*Activity Name or Number, Asset Category, Date in Service, Cost/Basis, Method, Life or Class Life*

*Current Section 179 Expense*

*Half-Year or Mid-Quarter*

*Amortization Code Section*

*Current Special Depreciation Allowance*

*Current Depreciation*

*Prior Section 179 Expense, Spec Depreciation and Depreciation*

*Salvage Value*

*Basis Reduction (ITC, Etc.)*

*State Basis Reduction*

*State Information if Different From Fed*

*AMT - Basis ]*

*AMT - Class Life (Post-1986)*

*AMT - 1=Real Property, 2=Leased Personal Property (Pre-1987)*

*AMT -Current Depreciation*

*AMT -Prior Depreciation (MACRS Only)*

*State AMT – If different*

*Percentage of Business Use*

*General Asset Account Election*

*Alternative Depreciation System (ADS)*

*150% DB Instead of 200% DB (MACRS Only)*

*IRS Tables or DB/SL Formula (MACRS)*

*Qualified Indian Reservation Property*

*Information and Questions for Listed Property*

## **Depreciation (4562)- Misc / Sec. 179 Input Screen 27**

*First Prior Short Year Beginning and Ending Date*

*Second Prior Short Year Beginning and Ending Date*

## **Charitable Payee Input Screen 29**

*Payee Information*

*Charitable Deduction Amount*

## **Other Deductions Input Screen 32**

*Other deduction information*

## **Foreign Tax Credit (1116) Input Screen 36**

*Name of Country*

*Income from Sources Outside U.S.: Name of Foreign Country*

*Income from Sources Outside U.S.: Category of Income*

## **Minimum Tax Credit (8801) Input Screen 37**

*Minimum tax credit carryover*

*Tax less foreign tax credit (sch. I, line 38)*

*Alternative minimum tax (sch. I, line 39)*

## **Other Credits & Withholding Input Screen 38**

*Credit*

*General business credit carryover*

## **Schedule K-1 Overrides/Miscellaneous Input Screen 43**

*Letter Salutation*

*No. of K-1 activity in 1040*



Export Beneficiary K-1 Data to 1040

**Deduction Allocation for DNI Input Screen 44**

Automatic Allocation: 1=Tier, 2=Pro-Rata

**Form 5227 Input Screen 48.1**

Part V-B: 1=Required Distributions Determined with Reference to Accounting Income

Part V-B: 1=Current Distributions Must Make up for any Prior Distribution Deficiencies

Part V-B: Prior Year's Accrued Distribution Deficiencies

Part VII: 1=Income in Excess of Required Payments Must Be Paid for Charitable Purposes

Total Long and Short Term capital gain or (loss)

**Balance Sheet (Assets)-Ending Amounts Only Input Screen 49**

Assets

**Balance Sheet (Liabilities & Net Assets) and Misc.-Ending Amounts Input Screen 49**

Loans from Disqualified Persons

Other Liabilities

Trust Principal or corpus

**Balance Sheet-Notes and Loans Input Screen 49**

Type of Note or Loan Receivable/Payable

Borrower's or Lender's Name and Title

Notes and Loans: End of the Year Balance Due

**Balance Sheet-Security Investments Input Screen 49**

Type of Security

Description

Ending Book Value

Valued at Cost

**Accumulations Schedule (Section 664 Trusts) Input Screen 48.1**

Undistributed from Prior Tax Years: Qualified Dividends

Undistributed from Prior Tax Years: Short-Term Capital Gains (Losses)

Undistributed from Prior Tax Years: Long-Term Capital Gains (Losses) 28 Percent Class

Undistributed from Prior Tax Years: Long-Term Capital Gains (Losses) Section 1250 Class

Undistributed from Prior Tax Years: Long-Term Capital Gains (Losses) All Other

Undistributed from Prior Tax Years: Long-Term Capital Gains (Losses) Qualified 5 year Class

Resident state Nontaxable Income

Non-Resident State Nontaxable Income

**Elections Input Screen 50**

Form 706 Election/Waiver: 1=Deduct Expenses on Form 1041

**Prior Year Summary Input Screen 52**

*Includes summary of all income, deductions, credits, withholdings*

**Charitable remainder annuity trust. (5227): Input Screen 48.1**

Initial fair market value

Total annual annuity amount

**Charitable remainder unitrust info. (5227): Input Screen 48.1**

Unitrust fixed percentage

Accrued distribution deficiencies

Total accrued distributions

Unitrust amount  
Carryover of distribution deficiency

**Ordinary income distributed/accumulated (5227): Input Screen 48.1**

Total  
Current distributions  
Undistributed at year end

**S/T capital gains (loss) distributed/accumulated (5227): Input Screen 48.1**

Current year  
Undistributed from prior years  
Total  
Undistributed at year end

**L/T capital gains (loss) distributed accumulated (5227): Input Screen 48.1**

Current year  
Undistributed from prior years  
Total  
Undistributed at year end

**Nontaxable income distributed/accumulated (5227): Input Screen 48.1**

Total  
Current distributions  
Undistributed at year end

**Accumulation distribution (schedule J) Input Screen 61**

Throwback Year  
Distributable Net Income  
Tax-Exempt Interest Included in DNI  
Distributions  
Taxable Income  
Tax  
Tax on Income Other Than LTCG (Tax Years Prior to 1979 only)  
Net Short-Term Gain Allocable to Corpus  
Net Long-Term Gain Allocable to Corpus  
Prior Throwbacks

**Tax Shelter Statement Form 8886 Input Screen 72**

Name of Reportable Transaction  
Initial Participation Year  
Tax Shelter Registration Number  
Paid Promoters, Solicitors, Tax Advisers – Name, Address, City, State, Zip  
Deduction  
Capital Loss  
Ordinary Loss  
Exclusions from gross income  
Non-recognition of gain  
Adjustments to basis  
Tax Credits  
Deferral  
Absence of adjustments to basis  
Other  
Type of Entity: Tax-Exempt, Foreign and Related  
Involved Entity Name, Street Address, City, State, Zip Code or Foreign Address, ID Number and Description

**Entity involved in reportable transaction (8886) Input Screen 72.2**

Entity Information

