



2018 ULTRATAX/1120-US, v.2018.3.3
User Bulletin 1120US-18.3.3: Update

March 12, 2019

This user bulletin describes program changes related to 1120 federal returns.

CHANGES

Form 8990, Limitation on Business Interest Expense Under Section 163(j)

Form 8990 is available to be filed for S Corporations. The form is still being developed for C Corporations; complete calculations for the C Corporation will be available on a future update.

The following changes were made for Form 8990.

- Added Screen 8990 to the Income & Deductions folder.
- Added *Business interest expense subject to limitation* field in Screens Inc, F-2, 4835-2, and Rent.
- Added *Disallowed business interest expense* field in Screen NOL.
- Added the Allocation of Business Interest Expense worksheet.
- Modified the description of the *Excepted trade or business under Section 163(j)* field to *Meets criteria for excepted trade or business under Section 163(j)*.

See [Section 163\(j\) and Form 8990 \(1120\)](#) for more information.

Form 1120 filing instructions for foreign-owned domestic disregarded entity

The mailing address used in the Form 1120 filing instructions was updated for a foreign-owned disregarded entity filing Form 5472, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business.

Residential Rental Property with 30 year ADS Life

New Jersey does not conform to the shortened recovery period under the Tax Cuts and Jobs Act for residential rental property under IRC §168(g)(2)(C). With this release, Schedule S and Worksheet GIT-DEP will include asset detail for assets whose federal column uses 30 year ADS life, and New Jersey column uses 40 year ADS life.