



2019 PLANNER CS, v.2019.2.5

User Bulletin 19.2.5: Update

June 10, 2020

This user bulletin describes changes made to this release of Planner CS® and special information related to the minor child tax calculations.

CHANGES

Charitable deduction limited to 100% of AGI for tax year 2020

The federal module is updated to calculate the charitable deduction for cash contributions in tax year 2020 for which the taxpayer elects the 100% of AGI limit. Refer to the **CARES Act contribs, 100% AGI** field on the Deductions / Contributions tab for this change.

Form 2210 underpayment penalty

The federal module is updated to include a 3% interest rate for tax underpayments for the third quarter of 2020.

State updates

The following state modules are updated with the most recent information available at the time of this release.

- Alabama
- Hawaii
- Idaho
- Kentucky
- Louisiana
- Missouri
- Oregon

SPECIAL INFORMATION

Minor child tax calculations for tax years 2018 and later

The Further Consolidated Appropriations Act of 2020 repeals the minor child tax calculations that were added by the Tax Cuts and Jobs Act of 2017 (TCJA) for tax years 2018 through 2025. As a result, effective for tax years 2020 and later, the unearned income of a minor child is taxed under the pre-TCJA rules and not at the trust / estate tax rates. Additionally, taxpayers can elect to apply the pre-TCJA rules to tax year 2018 and/or 2019. Updated minor child tax calculations that reflect these changes will be included in a subsequent release of Planner CS.