SIMPLETAX

SERVICES

What’s New in SimpleTAX 1040 for 2022

What We'll Cover

All new enhancements for SimpleTAX 1040 2022

- Increased security
- Improved Interview Mode
- Redesigned Invoice
- Better Wallet integration
- PayJunction integration

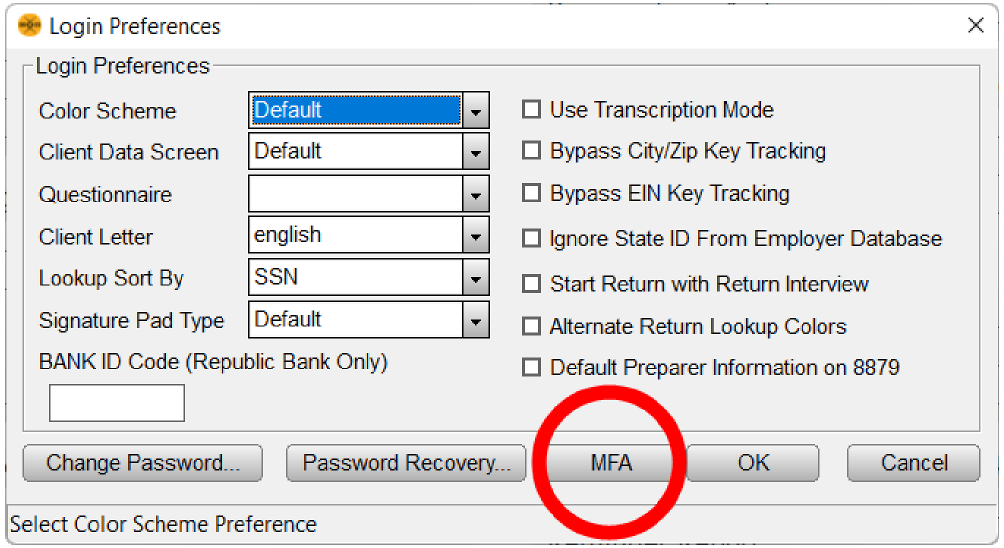
What We'll Cover

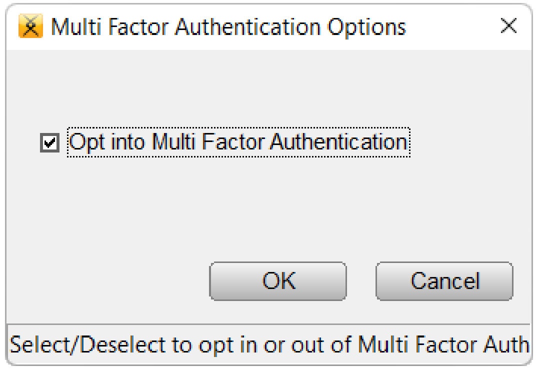
- All new software enhancements
- New and updated 1040 forms
- New and updated Business forms

Increased security with multi-factor authentication (MFA)

IRS has mandated that all tax software must offer MFA

- ✓Option to enable MFA will appear after your first log in
- ✓Can also be enabled/disabled by going to **Utilities** > **User Preferences**





Increased security with multi-factor authentication (MFA)

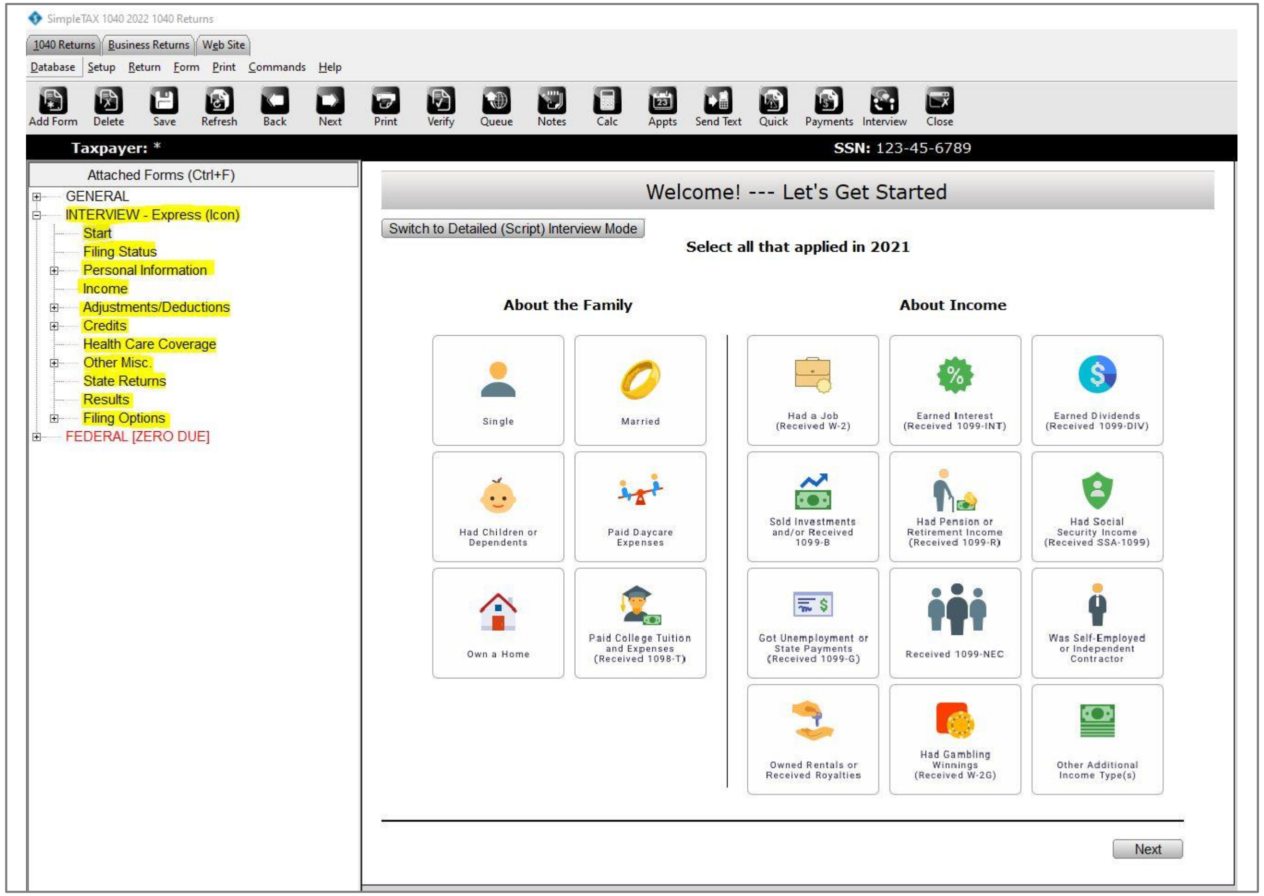
If using MFA, make sure to:

✓Scan the QR image that appears with an authenticator app

✓Use your preferred app:
Google Authenticator, Microsoft Authenticator, Twilio Authy, LastPass...

Improved state support in Interview Mode

- ✓Expanded state section
- ✓Easier to complete the entire return in one area



Software Enhancements

Invoice fees are easier to understand

Redesigned return Invoice breaks down fees into three sections:

1. Fees Related to Tax Preparation Services
2. Fees Related to Software and Transmitting Services
3. Itemized Billing Charges

Invoice fees are easier to understand

Fees Related to Tax Preparation Services				Taxable	Amount
Itemized Form Billing Charges					250.00
Hourly Charges		Hours @	/ Hr		
Self Prepared Flat Fee					
Predefined Charge					
Prior Year Balance / (Overpayment)					
Remote Signature Fee*1					
Document Prep Fee					

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Invoice fees are easier to understand

Fees Related to Software and Transmitting Services	Amount
Transmission Fee *2, *7	
Transmitter Fee *3, *7	
Technology Fee *4, *7	4.00
Electronic Filing (e-filing) Fee*8	
Service Bureau Fee*5	
Bank Fees*6	
Account Handling Fee Paid to Bank	
Finance Charge	

Additional Services and Products/Ancillary Products	Amount

Invoice fees are easier to understand

*1 - A fee charged to integrate remote signature technology.

*2 - A fee charged by the tax software company for the transmission of a bank product application through its software.

*3 - In states (when preparer's office is located in AR, CT, IL, MD, ME, NY) that prohibit the charging of an additional bank fee (like the transmission fee), a fee will be charged to all returns for the transmission and security of data/documents through the software.

*4 - A fee charged for the cost of programming, communication protocols and the ongoing costs of maintenance, updates and enhancements to the software and the related network infrastructure.

*5 - This is the fee charged and set by the Service Bureau. This is a third party, that for a fee, enables preparer to offer certain client services.

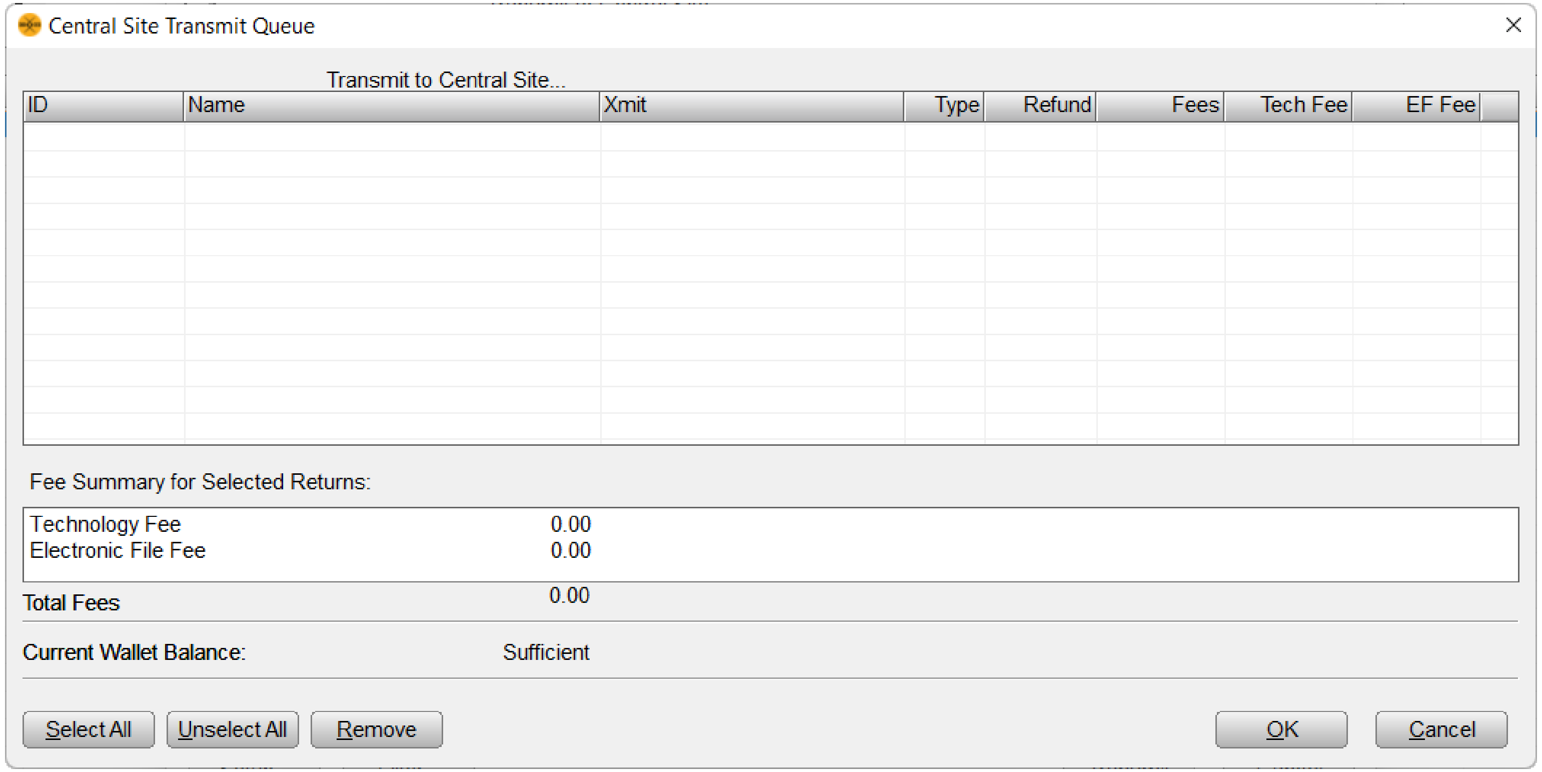
*6 - See bank product application for details.

*7 - The Transmission, Transmitter and Technology fees are pass-through fees from the tax software provider. Preparer / Network may have added on to these fees.

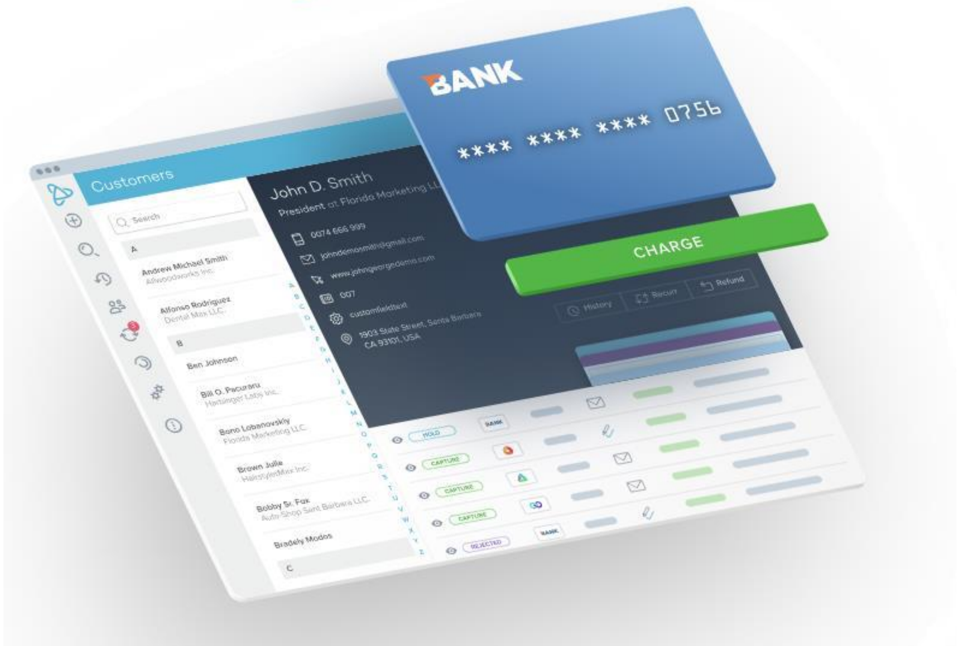
*8 - This fee may be shared with different partners within the Network.

Improved Wallet integration

- ✓Transmit queue displays what will be charged to the Wallet
- ✓Pop-up reminders if insufficient funds in the Wallet



PayJunction integration

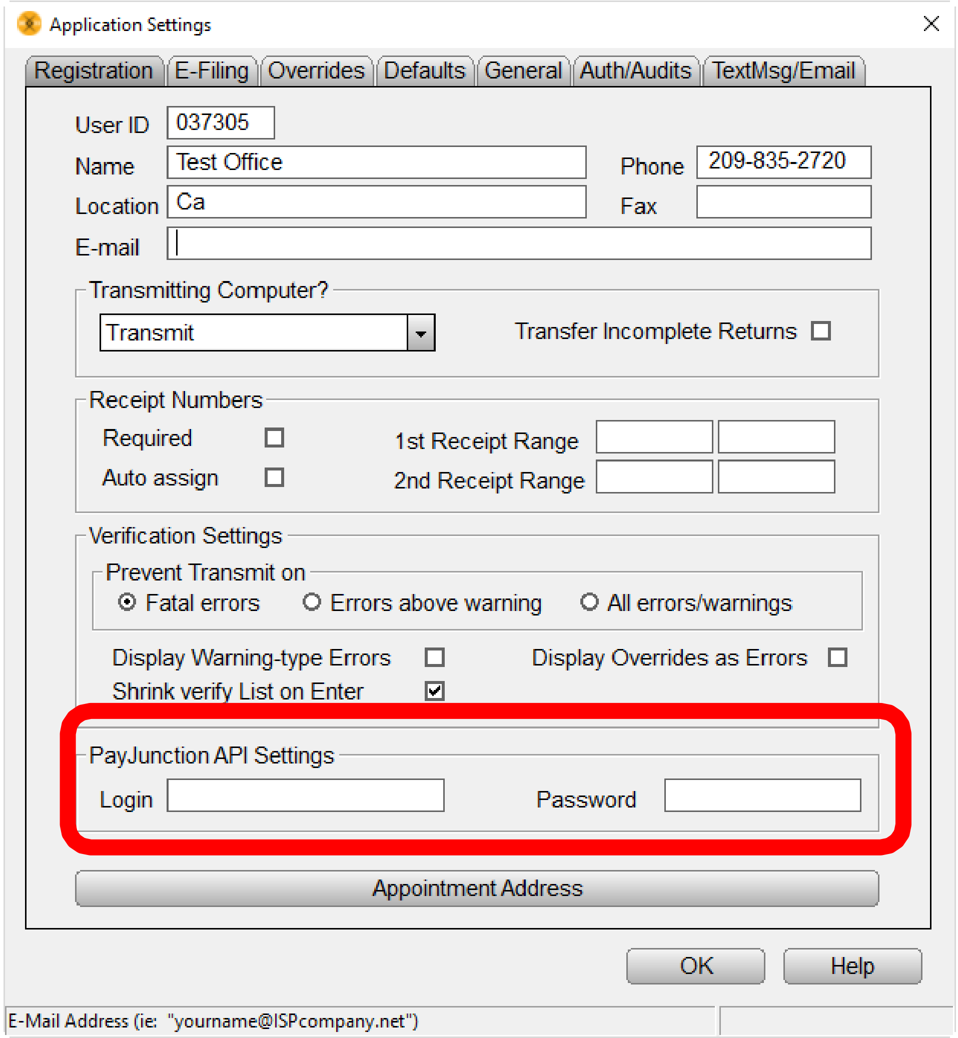


- ✓For those looking to simplify payment processing and improve the customer experience
- ✓Integrates with SimpleTAX 1040 2022
- ✓To utilize this integration, start by contacting PayJunction to set up an account

Software Enhancements

PayJunction integration

After that, you can integrate PayJunction with CrossLink by adding your PayJunction info to **Setup** > **Office Setup**



New 1040 Forms and Worksheets

✓**8911** – This form is used to figure any credit for alternative fuel vehicle refueling property placed in service during the tax year.

✓**8990** – This form is used to figure the amount of business interest expense a taxpayer can deduct and the amount to carry forward to the next year.

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Updated 1040 Forms and Worksheets (1 of 5)

- ✓ **Income and Details Checklist** – Displays and prints if the taxpayer received a tax advance.
- ✓ **Schedule 1** – Part I and Part II of this form have been redesigned. The form now display an expanded list of data entry fields for other income and adjustments to income. When printed, this form is now 2 pages.
- ✓ **Schedule 2** – Part II of this form has been redesigned to display an expanded list of other taxes. When printed, this form is now 2 pages
- ✓ **Schedule 3** – Part I and Part II of this form have been redesigned. The list of nonrefundable credits in Part 1 and other payments and refundable credits in Part II has expanded the list of data entry fields. When printed, the form is now 2 pages.

Updated 1040 Forms and Worksheets (2 of 5)

✓**Schedule C, 2106 and Minister Worksheet** – Meals are now 100% deductible in some cases.

✓**EF PMT** – The form has been expanded to now display up to 4 EF-PMT submissions. The submitted payment will be added to the electronic payment history once one of the following return types have been queued:

1. Main return submission
2. 1040-X submission 1 (Direct Debit checkbox must be checked)
3. 1040-X submission 2 (Direct Debit checkbox must be checked)
4. 1040-X submission 3 (Direct Debit checkbox must be checked)

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Updated 1040 Forms and Worksheets (3 of 5)

✓ **1099-MISC** – This form has been expanded and now includes box 11(Fish Bought for Resale). Money added in this box can be linked to a Schedule C.

✓ **EIC-Checklist** – Age requirements to qualify for EIC has been updated using the following guidelines:

1. The minimum age for taxpayers without qualifying children has been reduced from 25 to 19 (except for certain full-time students).
2. The maximum age for taxpayers without qualifying children has been removed.

Updated 1040 Forms and Worksheets (4 of 5)

✓**2441** – For 2021, the Child and Dependent Care Credit has the following changes:

- It is fully refundable for those with a main home in the US for more than half the year.

- The amount of qualifying expenses has increased to:
  - $8,000 for one qualifying child (maximum credit $4,000)
  - $16,000 for two or more qualifying children (maximum credit $8,000)

- The credit rate and income limits were increased as follows:
  - 50% of expenses for taxpayers with AGI under $125,000
  - Credit rate gradually declines to 0% when the AGI reaches$438,000

Updated 1040 Forms and Worksheets (5 of 5)

✓ **Schedule 8812** – For 2021, the additional Child Tax Credit has the following changes:

- It is fully refundable for those with a main home in the US for more than half the year.
- Children under the age of 18 including those age 17 will now qualify.
- The maximum credit has increased:
  - $3,600 per child under 6
  - $3,000 per child age 6 through age 17
- For 2021, there is no minimum amount of earned income required to qualify.
- Half of the credit was available as an advance payment. Schedule 8812 will reconcile the advance payment amount received with the credit taxpayers qualify for in determining the credit or any repayment amounts.

New Business Forms and Worksheets (1 of 2)

- ✓ **K-2 (1065 and 1120S)** – Schedule K-2 is an extension of Schedule K. Schedule K-2 is used to report items of international tax relevance from the operation of a partnership or S-corporation.

- ✓ **K-3 (1065 and 1120S)** – Schedule K-3 is an extension of Schedule K-1. Schedule K-3 is used to report to partners or shareholders their share of the items reported on Schedule K-2.

- ✓ **7203** – We are now supporting this form as a standalone form. The IRS pulled the S corp basis worksheet out of the instructions and turned it into its own form.

New Business Forms and Worksheets (2 of 2)

✓**8990** – This form is used to calculate the amount of business interest expense that can be deducted and the amount to carry forward to the next year.

✓**8996** – This form is used to certify that the corporation or partnership is a qualified opportunity fund (QOF). It is also used to annually report whether the QOF met the investment standard during its tax year.