



Wolters Kluwer

Form 1065 and Schedule K-1 - IRS Throws Rocks at a Hornets' Nest Course Instructions

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Instructions to Participants

To assist the participant with navigating the learning process through to successful completion, this course has been produced with the following elements:

Overview of Topics / Table of Contents: In this electronic format you'll find a slide menu on the left side of the screen. This serves as your overview of topics for the program. You may navigate to any topic by clicking on the slide name.

Definition of Key Terms / Glossary: You'll find key terms defined for this program in the course information on the following page(s).

Index / Key Word Search: You can find information quickly in the PDF materials (slide handout plus any additional handouts) by using the search function built into your Adobe Reader.

Review Questions: Questions that test your understanding of the material are placed throughout the course. You'll see explanatory feedback pop up for each incorrect answer, and reinforcement feedback for the correct answer for every review question.

Final Exam: The final exam measures if you have gained the knowledge, skills, or abilities outlined in the learning objectives. You may submit your final exam at the end of the course. Exams are graded instantly. A minimum score of 70% is required to receive the certificate of completion. **You have one year from date of purchase to complete the course.**

Course Evaluation: Once you have successfully passed your online exam, please complete our online course evaluation. Your feedback helps Wolters Kluwer maintain its high quality standards!

About This Course

This section provides information that is important for understanding the course, such as course level and prerequisites. Please consider this information when filling out your evaluation after completing the course.

Publication Date: January 2024

Course Description

Per the IRS Education Provider Standards this course must be COMPLETED by 12/31/2026 to receive credits

On all-new Forms 1065, Schedules K-1 and in related instructions, the IRS is launching massive new reporting requirements re: allocation of liabilities among partners, §754 elections, negative tax basis capital accounts, at-risk activities, passive activities, partner level built-in gains and many more. In this course, we'll tackle these new disclosures and what's behind them.

Learning Objectives

Upon successful completion of this course, participants should be able to:

- Describe negative tax basis capital account reporting — What must be computed and disclosed (and by when)
- Describe a plethora of other new info required (built-in gains lying in wait, disregarded entity partners, new tiered partnership reporting and more)
- Identify the type of reporting that indicates possible disallowance of loss deduction for a partner if they run out of basis
- Identify the basic computation for a partner's capital account
- Identify the method used to compute (maintain) the ongoing tax basis capital account

NASBA Field of Study

Taxes. Some state boards may count credits under different categories—check with your state board for more information.

Course Level

Overview. Program knowledge level that provides a general review of a subject area from a broad perspective. These programs may be appropriate for professionals at all organizational levels.

Prerequisites

Basic understanding of tax preparation.

Advance Preparation

None.

Course Expiration

AICPA and NASBA Standards require all Self-Study courses to be completed and the final

exam submitted within 1 year from the date of purchase as shown on your invoice. No extensions are allowed under AICPA/NASBA rules.

Key Terms

- **Disregarded Entity:** An entity recognized under state (or local) law but ignored for federal income tax purposes.
- **Partnership:** A type of business organization in which two or more individuals pool money, skills, and other resources, and share profit and loss in accordance with terms of the partnership agreement.
- **Schedule K-1:** An IRS tax form issued annually for an investment in a partnership to report each partner's share of the partnership's earnings, losses, deductions, and credits.