

Massachusetts

What's New

Returns Included	e-File Approved*	e-File Activated
1, 1-NR/PY	12/28/2023	01/05/2024
2	01/11/2024	01/16/2024
2G	01/11/2024	01/16/2024
3	01/08/2024	01/10/2024
355	01/17/2024	01/19/2024
355S	01/17/2024	01/19/2024
63D-ELT	01/08/2024	01/10/2024
Composite	12/29/2023	01/05/2024
M-706	Must be paper filed	Must be paper filed
(Professional) LLC Annual Report	Must be paper filed	Must be paper filed

*NOTE: Certain return types may not be available for e-file as of the EF approval date. e-File will be activated when the state taxing authority is ready to receive all forms within the applicable package.

Modified Forms

- **Forms 1, Massachusetts Resident Income Tax Return, and 1-NR/PY, Massachusetts Nonresident/Part-Year Tax Return**
 - Lines 23 (Form 1) and 27 (Form 1-NR/PY) – Broke Schedule B income into two tiers: 8.5% and 12%
 - Lines 28 (Form 1) and 32 (Form 1-NR/PY) – Added for 4% surtax
 - Lines 45 (Form 1) and 49 (Form 1-NR/PY) – Removed Child Under Age 13 Credit and combined it with the new Child and Family Tax Credit on line 46 (50)
- **Form 2, Fiduciary Income Tax Return** — Added line 41b, “4% Surtax”
- **Form MA NRCR, Nonresident Composite Return**
 - Line 9 – Changed to “8.5% income and tax from Schedule B”
 - Line 10 – Changed to “12% income and tax from Schedule B”
- **Schedule B (Form 2), Interest, Dividends and Certain Capital Gains and Losses**
 - Line 7b – Added for nonresident estates or trusts only
 - Line 12b – Removed
 - Line 15b – Added for nonresident estates or trusts only

- **Schedule SC, Septic Credit for Repairing or Replacing a Fail Cesspool or Septic System**
 - Line 6 – Increased maximum credit from \$6,000 → \$18,000
 - Line 7 – Increased percentage of allowable septic system expenditures from 40% → 60%
 - Line 8 – Increased maximum credit from \$1,500 → \$4,000
- **Schedule Y, Other Deductions**
 - Line 9c – Reinstated the “Charitable contributions deduction”
 - Line 18b – Added for “Student loan repayment assistance deduction”

New Credits

- Disability Hire Tax Credit
- National Guard Hiring Tax Credit
- Wind Power Incentive Investment Credit
- Wind Power Incentive Jobs Credit


Obsolete Forms

- Form 355U, Excise for Taxpayers Subject to Combined Reporting (and related forms)
- Form MA PC, Non-Profit Organizations/Public Charities

Tax Law Changes

- A 4% surtax on taxable income over \$1 million has been added for Form 1, 1-NR/PY, 2, M-990T-62, and 3M filers.
- The Brownfields Tax Credit has been extended for five years.
- **Individual income tax**
 - Child and Family Tax Credit – Eliminated the two-dependent cap and increased the credit from \$180 → \$310 per dependent child, disable adult, or senior
 - Deductible Commuter Transit Benefits – Added public transit fares, RTA fares, and bicycle expenses
 - Earned Income Tax Credit – Increased from 30% → 40% of federal EIC
 - Rental Deduction – Increased cap from \$3,000 → \$4,000
 - Senior Circuit Breaker Tax Credit – Increased from \$1,200 → \$2,590
 - Student Loan Repayment Assistance – Exempted from taxable income
 - Changed the tax rate on short-term gains to 8.5%
- The Lead Paint Abatement Credit has been increased to \$3,000 for full abatements and \$1,000 for partial abatements.

Supported Forms

The following Massachusetts forms are supported in Drake Tax 2023. Forms denoted with  can be e-signed.

Form	Description	IND	CRP	SCRIP	PTR	FID	EST
	List of Subsidiaries Requesting Extension with Form 7004		✓				
1	Resident Income Tax Return	✓					
1-ES	Estimated Tax Payment Voucher	✓					
1-NR/PY	Nonresident/Part-Year Resident	✓					
1 M-2210F	Underpayment of Massachusetts Estimated Income Tax for Fiduciaries					✓	
2	Massachusetts Fiduciary Income Tax Return					✓	
2-ES	Estimated Tax Payment Voucher					✓	
2G	Grantor's/Owner's Share of a Grantor-Type Trust	✓				✓	
2-PV	Massachusetts Fiduciary Income Tax Payment Voucher					✓	
3	Massachusetts Partnership Return of Income				✓		
355	Business or Manufacturing Corporation Excise Return		✓				
355-7004	Corporate Extension Payment Worksheet and Voucher		✓	✓			
355-A	Schedule A355 and 355S Schedule A		✓	✓			
355-CAR	MA Corporation Annual Report		✓	✓			
355-ES	Corporate Estimated Tax Payment Voucher		✓	✓			
355-PAR	MA Professional Annual Report		✓	✓			
355-PV	Payment Voucher		✓				
355-S	S Corporation Distributive Income			✓			
355S	S Corporation Excise Return			✓			
355-SHR	Attachment for Annual Report – Shareholders		✓	✓			
355S-PV	Massachusetts Corporate Tax Payment Voucher			✓			
CRFS	Composite Return Filing Statement			✓	✓		
CRPPMT	MA Corporate Payment					✓	
EFO	Personal Income Tax Declaration of Paper-Filing	✓					
M-706	Massachusetts Estate Tax Return						✓
M-1310	Statement of Person Claiming Refund Due a Deceased Taxpayer	✓					
M-2210	Underpayment of Massachusetts Estimated Income Tax	✓		✓	✓	✓	
M-2220	Underpayment of Massachusetts Estimated Tax by Corporations		✓	✓			
M-2848	Power of Attorney and Declaration of Representative	✓	✓	✓	✓	✓	✓
M-4422	Application for Certificate Releasing Massachusetts Estate Tax Lien						✓
M-4868	Application for Automatic Extension to File	✓		✓	✓		
M-8453 	Individual Income Tax Declaration for Electronic Filing	✓					
M-8453 CR 	Nonresident Composite Return Tax Declaration for Electronic Filing			✓	✓		
M-8453C 	Corporate Tax Declaration for Electronic Filing		✓	✓			
M-8453F 	Fiduciary Tax Declaration for Electronic Filing					✓	
M-8453P 	Partnership Tax Declaration for Electronic Filing				✓		
M-8736	Fiduciary Extension Payment Worksheet and Voucher					✓	
M-9325	Electronic Filing Information Handout	✓					

Form	Description	IND	CRP	SCRIP	PTR	FID	EST
M-NRA	Massachusetts Nonresident Decedent Affidavit						✓
MA63D-ELT	Entity-Level Tax			✓	✓	✓	
MA NRCR	Nonresident Composite Return			✓	✓		
MAEF-PV	e-File ACH Payment Information	✓					
PTE-EX	Withholding Exemption Certificate for Members of a Pass-Through Entity	✓	✓	✓	✓	✓	
PV	Massachusetts Income Tax Payment Voucher	✓					
PWH-WA	Performer or Performing Entity Withholding Allocation Form	✓					
R/NR	Part-Year/Non-Resident Combined Worksheet	✓					
Schedule 2K-1	Beneficiary's Massachusetts Information					✓	
Schedule 3K-1	Partner's Massachusetts Information				✓		
Schedule 4% Surtax	Schedule 4% Surtax	✓				✓	
Schedule A	Balance Sheet		✓	✓			
Schedule ABI	Exceptions to the Add Back of Interest Expenses		✓	✓			
Schedule ABIE	Exceptions to the Add Back of Intangible Expenses		✓	✓			
Schedule B	Interest and Dividends	✓					
Schedule B	Interest, Dividends and Certain Capital Gains and Losses					✓	
Schedule B	Tangible or Intangible Property Corp. Classification		✓	✓			
Schedule B/R	Beneficiary/Remaindermen					✓	
Schedule C	Profit or Loss from Business	✓					
Schedule C	Tangible Property Corporation		✓	✓			
Schedule CB	Circuit Breaker Credit	✓					
Schedule CRS	Credit Recapture Schedule	✓	✓	✓	✓	✓	
Schedule D	Capital Gains and Losses					✓	
Schedule D	Long-Term Capital Gains and Losses Excluding Collectibles	✓					
Schedule D	Intangible Property Corporation		✓	✓			
Schedule D-IS	Installment Sale	✓					
Schedule DI	Dependent Information	✓					
Schedule DRE	Disclosure of Disregarded Entity		✓	✓			
Schedule E	Reconciliation Total Supplemental Income and (Loss)	✓				✓	
Schedule E	Taxable Income		✓	✓			
Schedule E-1	Dividends Deduction		✓	✓			
Schedule E-1	Income or Loss from Real Estate and Royalties	✓					
Schedule E-2	Income or Loss from Partnerships and S Corporations	✓					
Schedule E-3	Income for Loss from Estates and Trusts	✓					
Schedule EC	Solar or Wind Energy Credit	✓					
Schedule EDIP	Refundable Economic Development Incentive Program Credit	✓	✓	✓	✓		
Schedule EOAC	Economic Opportunity Area Credit	✓	✓	✓	✓	✓	
Schedule F	Income Apportionment		✓	✓			
Schedule FAF	Farming and Fisheries Credit	✓			✓	✓	
Schedule FCI	Foreign Corporation Income of U.S. Shareholder	✓			✓	✓	
Schedule FE	Report with Respect to Foreign Entities	✓	✓	✓			✓
Schedule H	Investment Tax Credit and Carryovers		✓	✓			
Schedule H	Expenses and Fiduciary Compensation					✓	
Schedule HC	Health Care Information	✓					

Form	Description	IND	CRP	SCRIP	PTR	FID	EST
Schedule HM	Harbor Maintenance Credit		✓	✓			
Schedule INC	Form W-2 and 1099 Information	✓					
Schedule IDD	Income Distribution Deduction						✓
Schedule LP	Credit for Removing or Covering Lead Paint on Residential Premises	✓			✓	✓	
Schedule M-1	Federal Reconciliation		✓	✓			
Schedule NOL	Net Operating Loss		✓	✓			
Schedule NTS-L-NRPY	No Tax Status and Limited Income Credit	✓					
Schedule OJC	Income Tax Paid or Other Jurisdictions	✓					✓
Schedule RC	Research Credit		✓	✓			
Schedule RLSC	Refundable Life Science Credit Life Science Company	✓	✓	✓	✓	✓	
Schedule SC	Septic Credit for Repairing or Replacing a Failed Cesspool or Septic System	✓					
Schedule SK-1	Shareholder's Massachusetts Information			✓			
Schedule TDS	Taxpayer Disclosure Statement	✓	✓	✓	✓	✓	
Schedule TTP	Tax Treaty Positions		✓	✓			
Schedule VP	Vanpool Credit		✓	✓			
Schedule X	Other Income	✓					
Schedule Y	Other Deductions	✓					