crimsontree
SOFTWARE

Sub K is an innovative new software system for making partnership allocations according to IRC Subchapter K. Fast, comprehensive, easy to use, and tax-technically correct.

Since 1986, US partnerships have struggled with making allocations of income and loss according to IRC Subchapter K. Faced with ever-increasing deal complexity, great volumes of data, and the limitations inherent to common software tools, accountants and finance professionals have now become incapable of servicing the fundamental needs of their clients.

Sub K is an innovative new software system that addresses the end-to-end tax calculations of partnerships for both tax compliance and prospective, deal-analysis purposes.

Built using new data-analysis technology and algorithms having no simplifying assumptions, Sub K is designed for partnerships having both enormous volumes of data and difficult computations to which conventional methods are particularly unsuited.

Key Features
- A comprehensive, fully-integrated tax-technical model that covers all of the special allocation areas that typically cause problems for partnerships.
- Game changing performance that turns hundred-thousand-hour labor processes into sixty-second computations
- Tax-technically correct allocation algorithms having no false simplifying assumptions.
- Powerful and easy to use OLAP information reporting that allows for the analysis of data from many perspectives.
- Transparency and depth of detail such that all partnership allocations can be reconstructed by hand.
- Simple web-based deployment requiring no special hardware or additional software.

Key Tax-Technical Features
- Tracking of partners' GAAP, 704(b) and tax capital accounts
- Tracking of underlying assets' 704(b) book basis, tax basis, and 704(c) differences
- Tracking of partners' shares of 704(c) differences
- Calculation of assets' depreciation and amortization expense following MACRS and ACRS methods
- Traditional, remedial, and curative 704(c) allocation methods, and variations
- Partial netting and full netting securities aggregation methods
- Stuffing reallocations
- Incentive fee and clawback reallocations
- Special allocation of miscellaneous other items
- Flowthrough allocations in tiered partnerships
- State allocation and apportionment

SUB K – <u>Now part of PwC</u>
Now owned and operated exclusively by PricewaterhouseCoopers, Sub K powers PwC's TRACK and TRACK Insights partnership analytics systems.

If you are interested in hearing more, please contact us at sales@crimsontreesoftware.com or reach PwC at Partnership Tax Reporting.