

# State Passthrough Entity (PTE) Taxes

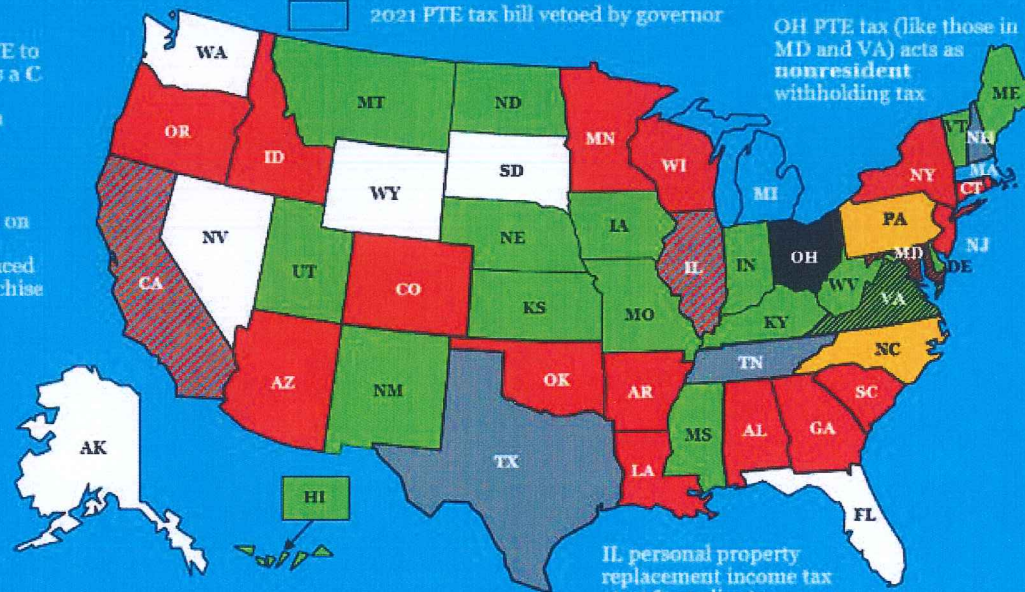
- PTE tax election enacted
- PTE tax election proposed in 2021
- Previously existing PTE tax (on nonresidents)
- Previously existing entity-level taxes on PTEs
- No PTE tax election enacted
- No personal income tax
- 2021 PTE tax bill vetoed by governor

WI and LA allow PTE to elect to be treated as a C corp. for state tax purposes only (not a new tax)

CA has special taxes on limited liability companies and reduced 1.5% corporate franchise tax on S corps.

OH PTE tax (like those in MD and VA) acts as nonresident withholding tax

CT PTE tax is mandatory and not elective



IL personal property replacement income tax at 1.5% applies to partnerships and S corps.

Source: EY analysis of state laws as of July 19, 2021.

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Note: This map is provided solely for the purpose of enhancing knowledge and does not provide accounting, tax, or other professional advice.