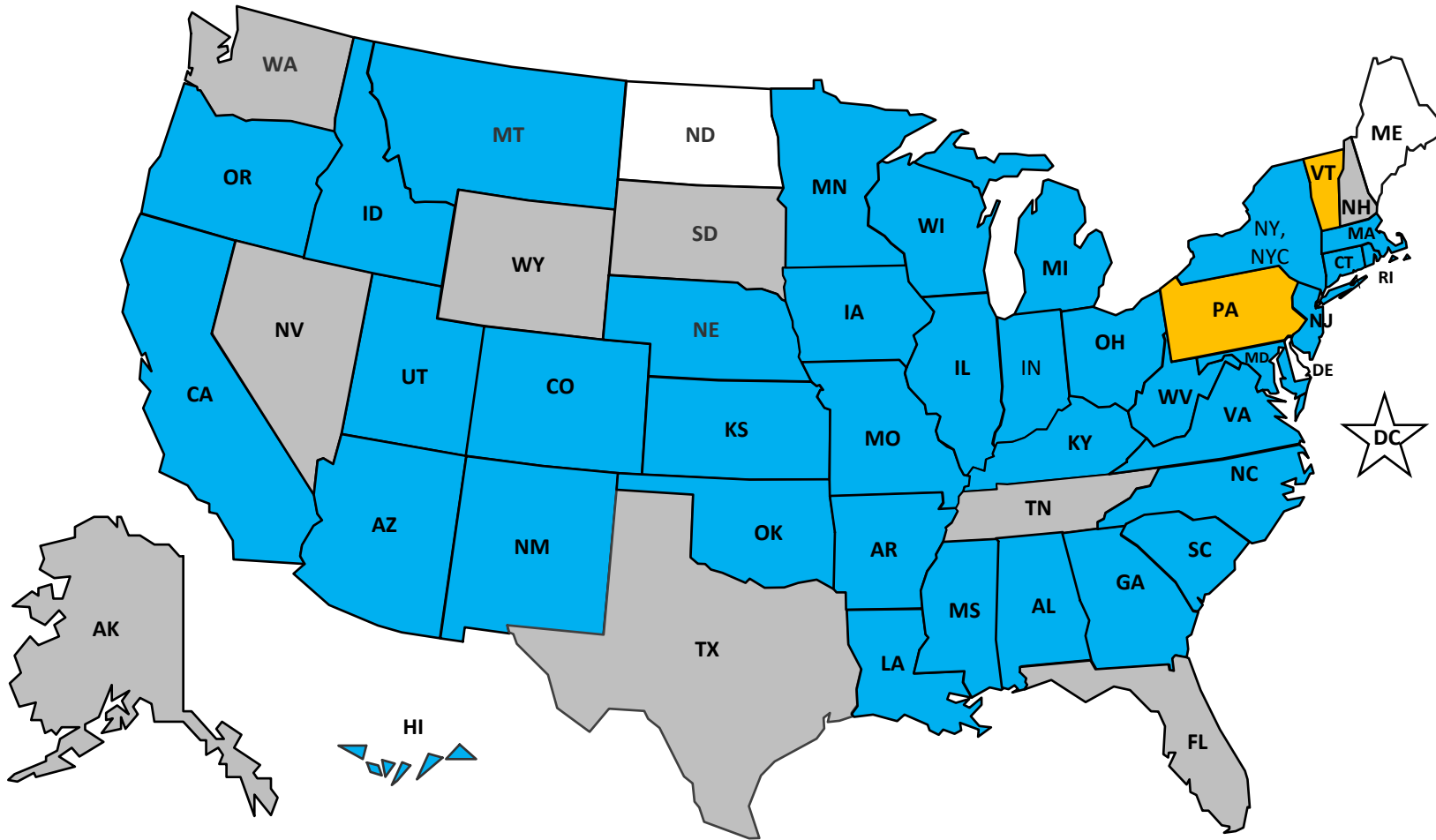


States with Enacted or Proposed Pass-Through Entity (PTE) Level Tax

As of April 16, 2024



● 36 states (& 1 locality) that enacted a PTE tax since TCJA SALT deduction limitation, effective for 2021 (or earlier) unless noted:

[AL](#), [AR¹](#), [AZ¹](#), [CA](#), [CO³](#), [CT⁴](#), [HI²](#), [GA¹](#), [IA¹](#), [ID](#), [IL](#), [IN¹](#), [KS¹](#), [KY¹](#) (& [KY](#)), [LA](#), [MA](#), [MI](#), [MD](#), [MN](#), [MO¹](#), [MS¹](#), [MT²](#), [NC¹](#), [NE³](#), [NJ](#), [NM¹](#), [NY](#), [OH¹](#), [OK](#), [OR¹](#), [RI](#), [SC](#), [UT¹](#), [VA](#), [WI](#), [WV¹](#), and [NYC¹](#)

¹ Effective in 2022

² Effective in 2023 or later

³ Retroactive to 2018

⁴ Mandatory 2018-2023, elective starting 2024

● 2 states with proposed PTE tax bills:
 PA – [SB 659](#) in Senate committee; [HR 1584](#) in House committee
 VT – [S.45](#) passed Senate, in House committee; [H.61](#) in House committee

● 9 states with no owner-level personal income tax on PTE income:
 AK, FL, NH, NV, SD, TN, TX, WA, WY

○ 4 states with an owner-level personal income tax on PTE income that have not yet proposed or enacted PTE taxes:
 DC, DE, ME, and ND

Current PTE tax workarounds (36 states and 1 locality)

State	Effective Year	State	Effective Year
Alabama	2021	Minnesota	2021
Arizona	2022	Mississippi	2022
Arkansas	2022	Missouri	2022
California	2021	Montana	2023
Colorado	2018 (retroactive)	Nebraska	2018 (retroactive)
Connecticut	2018 (mandatory 2018-2023, elective starting 2024)	New Jersey	2020
Georgia	2022	New Mexico	2022
Hawaii	2023	New York	2021
Idaho	2021	New York City	2022
Illinois	2021	North Carolina	2022
Indiana	2022 (retroactive)	Ohio	2022
Iowa	2022 (retroactive)	Oklahoma	2019
Kansas	2022	Oregon	2022
Kentucky	2022 (retroactive)	Rhode Island	2019
Louisiana	2019	South Carolina	2021
Maryland	2020	Utah	2022
Massachusetts	2021	Virginia	2021
Michigan	2021	West Virginia	2022
		Wisconsin	2018