



GOVERNOR GREG GIANFORTE
DIRECTOR BRENDAN BEATTY

To: Tax Software Developers

Concerning: 2023 Montana Pass-Through Entity Tax Return, Form PTE changes

The 2023 Montana Pass-Through Entity Tax Return, Form PTE, has undergone significant updates. We have provided the below overview for your preparation in development of these changes.

Change	Affected Development	
	MeF Schema	Substitute Forms
Page 1 - Two(2) new checkboxes for the PTET election	X	X
Page 2 - Page redesigned for lines 21-47	X	X
Page 3 - New Flow-Through Payments Schedule with three(3) parts	X	X
Page 3 - Subsequent schedule moved to page 4		X
Page 4 - Schedules I and II are now on the same page		X
Page 4 - Credit Codes table has been removed		X
Page 6 - New line 8	X	X
Page 11 (Schedule K-1) - Part 2, Two (2) new checkboxes for PTET	X	X
Page 11 (Schedule K-1) - Part 4, New line 14	X	X
Page 11 (Schedule K-1) - Part 5, New line 1 for PTET	X	X

Concerning the PTET election, this was brought forth from Senate Bill (SB) 554, during Montana 2023 Legislation. The PTET election provides an optional pass-through entity tax in lieu of the pre-existing pass-through tax regime of composite and withholding taxes.

Further details will be provided in the PTE documentation at a further date.

Thank you,

Information Governance Unit
dore-services@mt.gov