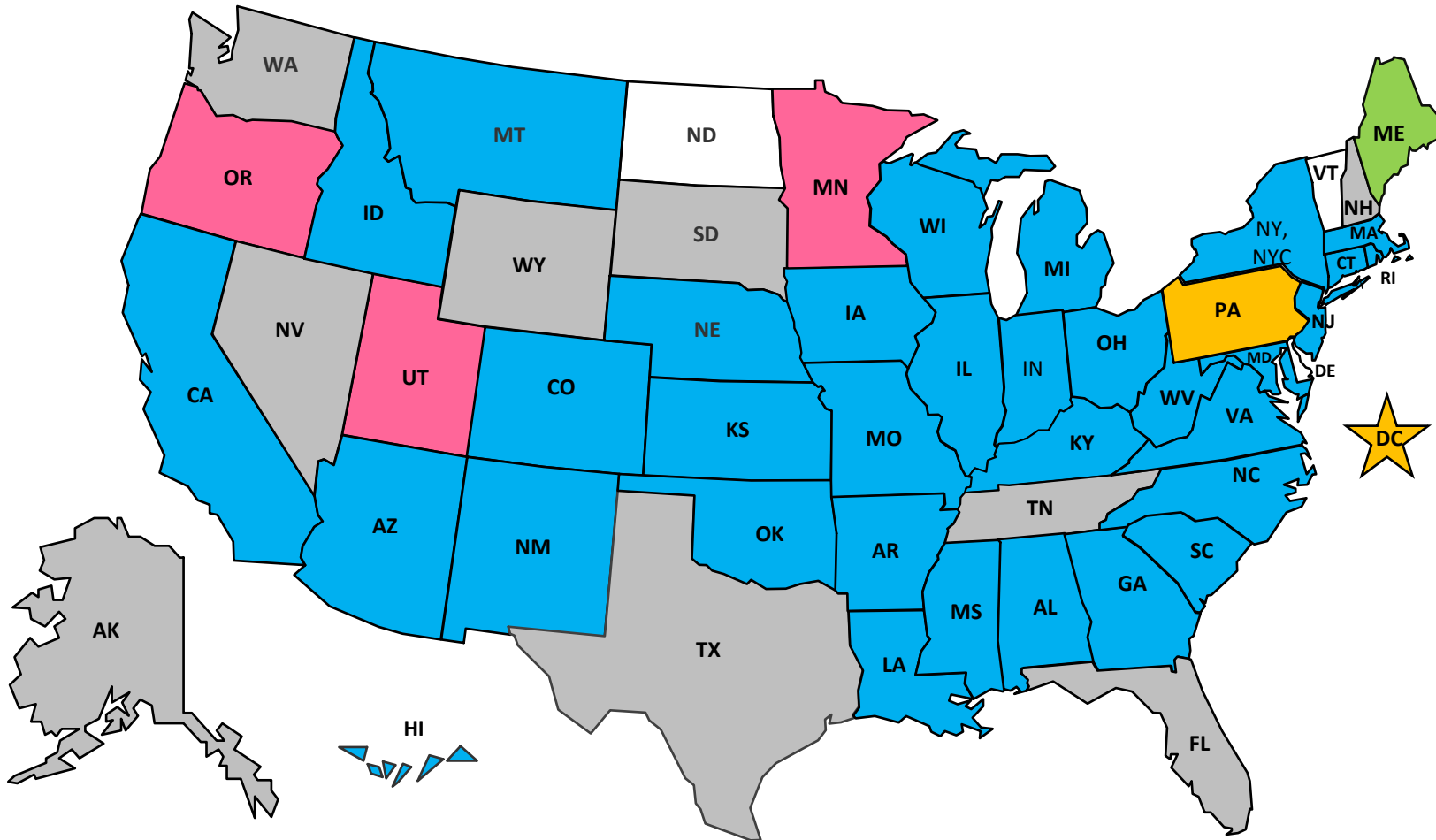


States with Enacted or Proposed Pass-Through Entity (PTE) Level Tax

As of December 22, 2025



- 36 states (& 1 locality) that enacted a PTE tax since TCJA SALT deduction limitation, effective for 2024 (or earlier) unless noted:
[AL](#), [AR](#), [AZ](#), [CA](#)⁴, [CO](#)², [CT](#)¹, [HI](#), [GA](#), [IA](#)², [ID](#), [IL](#)⁵, [IN](#), [KS](#), [KY](#) (& [KY](#)), [LA](#), [MA](#)², [MI](#)², [MD](#), [MN](#), [MO](#), [MS](#), [MT](#), [NC](#), [NE](#), [NJ](#), [NM](#), [NY](#), [OH](#), [OK](#), [OR](#), [RI](#), [SC](#), [UT](#), [VA](#)³, [WI](#), [WV](#), and [NYC](#)
- 2 states with active proposed PTE tax bills (PA - [SB 396](#), [HB 1610](#), DC - [B26-0324](#))
- 1 state with pending proposed PTE tax bill for 2026 (ME - [LD 191](#), [HP 124](#))
- 9 states with no owner-level personal income tax on PTE income:
AK, FL, NH, NV, SD, TN, TX, WA, WY
- 3 states with an owner-level personal income tax on PTE income that have not yet enacted or & do not have an active proposed bill on PTE taxes: DE, ND, and VT
- 3 State PTET expires on Dec. 31, 2025 and no longer in session, and likely will reintroduce PTET extension bills in 2026 (MN, OR, UT)

¹ Mandatory 2018-2023, elective starting 2024

² State PTET expires when the federal cap expires or is otherwise not in effect (CO, IA, MA, MI)

³ State PTET expires Dec. 31, 2026 (VA)

⁴ State PTET expires Dec. 31, 2030 (CA)

⁵ State PTET permanently extended (IL)

Current PTE tax workarounds (36 states and 1 locality)

State	Effective Year
Alabama	2021
Arizona	2022
Arkansas	2022
California	2021
Colorado	2018 (retroactive)
Connecticut	2018 (mandatory 2018-2023, elective starting 2024)
Georgia	2022
Hawaii	2023
Idaho	2021
Illinois	2021
Indiana	2022 (retroactive)
Iowa	2022 (retroactive)
Kansas	2022
Kentucky	2022 (retroactive)
Louisiana	2019
Maryland	2020
Massachusetts	2021
Michigan	2021

State	Effective Year
Minnesota	2021
Mississippi	2022
Missouri	2022
Montana	2023
Nebraska	2018 (retroactive)
New Jersey	2020
New Mexico	2022
New York	2021
New York City	2022
North Carolina	2022
Ohio	2022
Oklahoma	2019
Oregon	2022
Rhode Island	2019
South Carolina	2021
Utah	2022
Virginia	2021
West Virginia	2022
Wisconsin	2018