



Memo

Date: November 23, 2022

To: MeF Software Vendors

From: Montana Department of Revenue

Subject: NEW Updates for Passthrough Entities – Schedule II & Credit Forms

Regarding the PTE Schedule II. This year, there are required credit forms attached for certain credits. The PTE instructions require a credit form with the return for credits: CGR, IUF, JGI, MED, QEC, RCY, & TET. However, the instructions on Qualified Endowment Credit specifically say for S Corp & Partnerships to not file this form.

How do we approach this?

Instruction Updates for PTE Form Schedule II & Credit Forms

Due to the relatively small impact of this issue, we've elected not to update the instructions this year and will address it next year. For now, you will not be penalized for following either set of instructions. If you include a credit form that the PTE instructions require but the credit instructions say not to, the form will be accepted. Likewise, if a form is omitted that the credit instructions tell you to omit while the PTE instructions require the form, the return will be accepted. Our apologies for the confusion.

Please direct any questions to dore-services@mt.gov.