Pass-Through Entity & Fiduciary Income Tax Updates

Forms and Booklets

The Pass-Through Entity Tax forms (IT 4708, IT 1140, and IT 1041) for Tax Year 2020 are now available on the Ohio Department of Taxation’s (ODT) website at https://www.tax.ohio.gov/Forms.aspx. The instruction booklets will be posted soon.

New, Expanded and Repealed Tax Credits

- The Financial Institution Tax (FIT) Credit was repealed and will no longer be available on the IT 1041 and IT 4708.
- Lead Abatement Credit was added as a new nonrefundable credit on Schedule E.
- The Campaign Contribution Credit has been reinstated for use on the IT 1041 and IT 4708.

Credit Carried Forward is Available for Tax Year 2020

- The IT 1041, IT 1140 and IT 4708 will allow an overpayment reported on the Tax Year 2020 return to be carried forward as a payment toward the 2021 return.
  - The credit carryforward is only allowed on a timely filed original return.
  - For amended Tax Year 2020 returns, the credit carryforward is not allowed and will be refunded.
  - The credit carryforward is not allowed on Tax Years 2017 – 2019.

New and Updated Forms (see each form and its instructions)

- **IT K-1**: Formatting of this form was changed and the NAICS code was added. The NAICS code is a required field.
- **Schedule E**: Formatting of this form was changed, and instructions were updated.
- **TBOR-1**: Formatting of this form was changed.
- **IT RCTE**: A new form to calculate resident credit for trusts and estates.

New and Improved FAQs

- We are currently adding new FAQs to ODT’s website.

Common Filing Tips (additional information and tips are located on page 3 of the instruction booklets)
- First-Time Filers: Submit PTE Registration Form Before First Estimated Payment
- Complete All Applicable Schedules on the Return.
- Provide a Current Address
- Report estimated payments, withholding, and credits on the correct lines.
- If using a software program, do not make changes to a paper return after printing. To correct the paper return, update the information using the software and reprint.

If you have additional questions or need more information, please contact us at Pass-ThroughEntity@tax.state.oh.us.