

EXAMPLE
Pass-Through Entity Tax Worksheet

		<u>Year-Ended</u> <u>12/31/21</u>				
California Taxable Income	Note # 1	\$ 500,000				
PTE California Tax Rate	Note # 2	9.30%				
California PTE Credit Amount	Note # 3	<u>\$ 46,500</u>				
California PTE Credit Amount		\$ 46,500				
Federal Tax Rate	Note # 4	30.00%				
Federal Tax Savings	Note # 5	<u>\$ 13,950</u>				
		<u>Shareholder/</u> <u>Member/</u> <u>Partner</u>	<u>Shareholder/</u> <u>Member/</u> <u>Partner</u>	<u>Shareholder/</u> <u>Member/</u> <u>Partner</u>	<u>Shareholder/</u> <u>Member/</u> <u>Partner</u>	<u>Shareholder/</u> <u>Member/</u> <u>Partner</u>
		<u>#1</u>	<u>#2</u>	<u>#3</u>	<u>#4</u>	<u>Total</u>
<u>Ownership Split</u>						
Percentage Ownership		50.00%	50.00%	0.00%	0.00%	100.00%
Share of California Taxable Income	Note # 6	<u>250,000</u>	<u>250,000</u>	<u>-</u>	<u>-</u>	<u>500,000</u>
Share of PTE Credit		<u>\$ 23,250</u>	<u>\$ 23,250</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 46,500</u>
<u>Tax Credit Usage</u>						
Share of California Taxable Income		250,000	250,000	-	-	
Other Personal Taxable Income	Note # 7	120,000	40,000			
California Itemized Deductions	Note # 8	<u>(15,000)</u>	<u>(25,000)</u>			
Total Personal Taxable Income		355,000	265,000	-	-	
Tax Rate	Note # 9	7.50%	7.20%	0%	0%	
California Income Tax	Note # 10	26,625	19,080			
Share of PTE Credit	Note # 11	<u>23,250</u>	<u>23,250</u>	<u>-</u>	<u>-</u>	
Difference	Note # 12	<u>\$ 3,375</u>	<u>\$ (4,170)</u>	<u>\$ -</u>	<u>\$ -</u>	

Note 1 - Total California Qualified Income for the entity for 2021.

Note 2 - California Tax Rate to apply to above number.

Note 3 - Calculated total California PTE Credit Amount. This payment is due March 15, 2022.

Note 4 - Estimated Federal Tax Rate.

Note 5 - Estimated Federal tax savings

Note 6 - California Taxable Income for entity multiplied by shareholder/member/partner ownership percentage.

Note 7 - Additional California income for specific shareholder/member/partner. This may include wages, investment income, rental income, etc.

Note 8 - Estimated California itemized deductions for specific shareholder/member/partner.

Note 9 - Estimated California Income Tax Rate.

Note 10 - Estimated California Income Tax.

Note 11 - Share of PTE Credit.

Note 12 - Difference between California Income Tax and PTE Credit. A positive number means the full credit can be used in current year.

A negative number means that portion will be carried over to future years.