

Summary of Updates to Certain 2020 Fiduciary Forms and Instructions for Fiduciary Members of Electing Pass-Through Entities

The Comptroller of Maryland is publishing revisions to certain fiduciary forms and instructions to reflect recent legislative changes to the pass-through entity (PTE) tax. Fiduciaries that are members of electing PTEs should note these updates.

Modifications have been made to the fiduciary booklet and 504K-1 instructions so that fiduciary members of electing PTEs may properly report their credit under the new PTE legislation. The following have been updated.

Form 504 Instructions:

- In Instruction # 9, a new text note has been added for addition to income of an electing pass-through entity.
- In Instruction #17, a new text note has been added directing fiduciary members of an electing PTE to include the electing PTE credit on Form 504, Line 29.

504K-1 Instructions:

- The instructions to Item 5 have been edited for clarity.
- Additionally, a new note has been added to the instructions to Item 5, explaining how a fiduciary member of an electing PTE passes the credit to a beneficiary.

For additional information on the new PTE tax, please see Frequently Asked Questions on the Pass-Through Entity Tax.

Effective September 10, 2021