

## Multistate Tax Alerts

Throughout the week, we highlight selected developments involving state tax legislative, judicial, and administrative matters. The alerts provide a brief summary of specific multistate developments relevant to taxpayers, tax professionals, and other interested persons. Read the recent alerts below or visit the archive.

**Archive:** <https://www2.deloitte.com/us/en/pages/tax/articles/multistate-tax-alert-archive.html?id=us:2em:3na:stm:awa:tax>

### California enacts legislative fix for pass-through entity tax issue

On September 28, 2022, the California governor signed Senate Bill 851 (S.B. 851) into law, which corrects a potential issue where the California pass-through entity tax (“PET”) credit could cause a reduction in the other state tax credit (“OSTC”) for California residents and residents of reverse credit states (AZ, OR, and VA).

**URL:** [https://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill\\_id=202120220SB851](https://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=202120220SB851)

This Multistate Tax Alert summarizes some of the provisions of S.B. 851.

[Issued September 29, 2022]

**URL:** <https://www2.deloitte.com/content/dam/Deloitte/us/Documents/Tax/us-multistate-tax-alert-california-enacts-legislative-fix-for-pass-through-entity-tax-issue.pdf>

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