



2008 Montana Income Tax Withheld for a Nonresident Individual, Foreign C Corporation, or Second Tier Pass-Through Entity

MONTANA
PT-WH
Rev. 10-08

Owner Information			Entity Information. Enter the information below as it appears on your most recent return filed with the Internal Revenue Service.		
Name			Name		
Mailing Address			Mailing Address		
City	State	Zip Code	City	State	Zip Code
Social Security Number or Federal Employer ID Number			Federal Employer ID Number		
1. Owner's Montana source income reflected on the pass-through entity's information return \$ _____			Check the box that describes the type of return that you filed. <input type="checkbox"/> S Corporation <input type="checkbox"/> Partnership <input type="checkbox"/> Disregarded Entity		
2. Enter the amount of Montana tax withheld. If the owner is a nonresident individual or a second tier pass-through entity, multiply line 1 by 6.9%. If the owner is a foreign C corporation, multiply line 1 by 6.75%..... \$ _____			Enter the beginning and ending dates of your taxable year. Tax year beginning (mm/dd)___/___/ 08, and ending (mm/dd/yy)___/___/___		

This form is to be completed when the owner does not participate in submitting a composite return and does not submit a signed Montana Form PT-AGR or PT-STM.

Owner or Partner Instructions

What does a nonresident individual need to do with this form?

We consider the amount of Montana income tax that is withheld as an estimated payment against your Montana individual income tax liability. When you complete your Montana Individual Income Tax Return, Form 2, you should claim the amount in box 2 above as an estimated payment on line 56 of your 2008 Montana Form 2. Form PT-WH has to be attached to your Montana Form 2 when you claim this estimated payment.

What does a foreign C corporation need to do with this form?

We consider the amount of Montana income tax that is withheld as an estimated payment against your Montana corporation license tax liability. When you complete your Montana Corporation License Tax Return, Form CLT-4, you should claim the amount in box 2 above as an estimated payment on line 11 for your 2008 Montana Form CLT-4. You will have to attach your Form PT-WH to your Montana Form CLT-4 when you claim this estimated payment.

What does a second tier pass-through entity need to do with this form?

We consider the amount of Montana income tax that is withheld as an estimated payment on the account of the individual, estate, trust or C corporation who are the owners of the second tier pass-through entity and who ultimately report the Montana source income. The withholding has to be allocated to the owners based on the owners' share of income or loss from the second tier pass-through entity and may be claimed as an estimated tax payment on the Montana returns filed by the second tier owners.

Entity Instructions

What is the purpose of Form PT-WH?

As provided in Section 15-30-1113, Montana Code Annotated, a pass-through entity that has a nonresident individual, foreign C corporation, or second tier pass-through entity owner at any time during the tax year who (1) does not have a valid, currently effective tax agreement (Form PT-AGR) or statement from the owner, or (2) does not participate in filing a composite return with the entity, is required to remit amounts to the Department of Revenue on behalf of the owner.

How much should the pass-through entity withhold?

For a nonresident individual and a second tier pass-through entity, the amount withheld is 6.9% of the Montana source income as reflected on your Montana information return. For a foreign C corporation, the amount withheld is 6.75% of the Montana source income as reflected on your Montana information return.

Where does a pass-through entity report the amount that was withheld?

Transfer the amounts that you reported on lines 1 and 2 above to Form CLT-4S or PR-1, Schedule V. Send Form PT-WH to your owners. We do not require you to submit Form PT-WH with your information return.