When 50 per cent or more of the capital interests or profit interests in an entity that is engaged in a trade or business and that would otherwise be treated as a partnership or disregarded entity for purposes of [insert applicable state tax or taxes] are owned, directly or indirectly, by an ownership entity that is not of a type subject to [insert applicable tax or taxes] under [insert state statute], the net income [or alternative tax base] that would otherwise pass through to such ownership entity shall be taxed to the partnership or disregarded entity at the entity level as if the partnership or disregarded entity were a corporation subject to tax under chapter [insert state statute], in accordance with such rules or regulations as may be promulgated by the [state rule-making authority]. Income that is taxable to the partnership or disregarded entity pursuant to this section, and any related tax attributes, shall not pass through to the ownership entity. To the extent applicable, income that is taxable to the partnership or disregarded entity pursuant to this section, and any related tax attributes and activities, shall be included and taken into account in a combined report filed under [insert state statute], and a partnership or disregarded entity that is subject to tax under this section shall be considered to be a corporation subject to tax for purposes of [insert state statute].