



State of New Jersey
Division of Revenue and Enterprise Services

Corporate e-File

Software Developers

Handbook

*Guide for Practitioners/ERO's who file:
New Jersey Income Tax returns electronically*



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I. GENERAL INFORMATION

This guide is intended to help you develop software to file the State of New Jersey Corporate Business tax return with the MeF system. If you have additional questions about the schemas please contact The State of New Jersey MeF Admin Group at MEFADMIN@treas.nj.gov.

II. SUPPORTED FORMS

The New Jersey Division of Revenue, in conjunction with the Internal Revenue Service (IRS), began accepting state Corporate Franchise returns and corresponding forms and schedules by method of the Modernized E-File system (MeF). The following form types and related schedules are being accepted. Please check our list of specific supporting forms and schedules supported for eFiling:

Returns/Schedules	
CBT100	Schedule PC
CBT100S	Schedule R
CBT100U	Schedule N
Members Schedule (100-U)	Schedule S
Schedule A	Form 500
Schedule A-2	Worksheet 500-P
Schedule A-3	Form 500U
Schedule A-4	Form 500U-P
Schedule B	Form 500-PA
Schedule C-1	CBT150
NJK1 (100S)	CBT200T
Schedule F	Annual Report
Schedule G	PTE100
Schedule H	PTE150
Schedule J	PTE200T
Schedule KL	Questionnaire
Schedule K	Schedule X (100-U)
Schedule P-1	Schedule SJC (100S)
Schedule O	

III. Binary Attachments

Submission Size

The instance of a federal or state submission XML file cannot exceed 3 GB compressed. The maximum size of an individual PDF file attached to the submission is 60 MB uncompressed.

Attach a PDF File

To attach a PDF file, perform the following steps:

Create the PDF file using any available tool. In creating a PDF file for the submission, it is important to adhere to the following guidance:

- Do not password protect or encrypt PDF attachment when attaching.
- Keep binary attachments as small as possible. Try exporting a document instead of scanning one, when creating a PDF file.
- Each separate PDF cannot exceed 60 megabytes uncompressed.
- Each PDF must start with %pdf- and end with %%EOF. The return will reject if the PDF is not properly formatted.

IV. MANIFEST INFORMATION

The following must be included in the manifest:

CBT100/100S/100U

```
<StateSubmissionTyp>CORP</StateSubmissionTyp>  
<SubmissionCategoryCd>CORP</SubmissionCategoryCd>
```

Annual Reports

```
<StateSubmissionTyp>CBTAR</StateSubmissionTyp>  
<SubmissionCategoryCd>CORP</SubmissionCategoryCd>
```

Estimated payments CBT150

```
<StateSubmissionTyp>CBTEP</StateSubmissionTyp>  
<SubmissionCategoryCd>CORPEP</SubmissionCategoryCd>
```

Extension CBT200T

```
<StateSubmissionTyp>CBT200T</StateSubmissionTyp>  
<SubmissionCategoryCd>CORP</SubmissionCategoryCd>
```

V. UPDATES FOR TY2023

Below is a list of changes that were made to the 2023 CBT forms/schemas. Changes may continue to be made throughout the filing season. Changes made throughout the season are documented and tracked in the Change Log file that is available on the NJ portal.

*Please note that the business rules made available on the portal also have these changes highlighted and noted.

CBT-100

Page 1

- Added – checkbox for Hybrid Corporation.
- Added – checkbox for Financial Business Corporation.
- Added – checkbox for Banking Corporation.
- Removed – checkbox for Federal 1120-S Filer.

- Renumbered – line 2a for Amount of Tax was 2022 line 2.
- Renumbered – line 2b for Total Minimum Tax was 2022 line 6a.
- Renumbered – line 6 for Tax Due was 2022 line 6b.

- Added – checkbox certifying XML and PDF inclusion of federal filing.

Annual General questionnaire

Part I

- Adjusted – line 5 now requires the subsidiary name, address, FEIN, if it is a New Jersey QSSS, and if their activities are included in the return.

Schedule A

Part I

- Renumbered – line 4 for Dividends and other inclusions was 2022 line 4a.
- Removed – 2022 line 4b for Gross Foreign Derived Intangible Income.
- Removed – 2022 line 4c for Gross Global Intangible Low-Taxed Income.
- Line 25 for Reserved for future use is now Energy efficient commercial buildings deduction.

Part II

- Removed – 2022 line 2 for Reserved for future use.
- Renumbered – line 2 for Other federally exempt income was 2022 line 3.
- Renumbered – line 3 for Interest on federal, state, municipal, and other obligations was 2022 line 4.
- Renumbered – line 4 for New Jersey State and other states' taxes deducted was 2022 line 5.
- Removed – 2022 line 6 for Related party interest addback.
- Removed – 2022 line 7 for Related party intangible expenses and costs addback.
- Removed – 2022 line 8 for Reserved for future use.
- Renumbered – line 5 for Depreciation modification being added to income was 2022 line 9.
- Renumbered – line 6 for Other additions was 2022 line 10.
- Renumbered – line 7 for Taxable Income was 2022 line 11.

- Added – line 8 for Dividend Exclusion.
- Renumbered – line 9 for Depreciation modification being subtracted was 2022 line 12.
- Renumbered – line 10 for Previously Taxed Dividends was 2022 line 13.
- Added – line 11 for International Banking Facility Deduction (IBF).
- Removed 2022 line 14a for IRC 250(a) deduction for GILTI.
- Removed 2022 line 14b for IRC 250(a) deduction for FDII.
- Removed 2022 line 14c for Net GILTI
- Renumbered – line 12 for IRC 78 Gross-up was 2022 line 15.
- Removed – 2022 line 16 for Reserved for future use.
- Renumbered – line 13a for Elimination of nonoperation activity was 2022 line 17a.
- Renumbered – line 13b for Elimination of nonunitary partnership activity was 2022 line 17b.
- Added – line 14 for Cannabis Licensee Deduction.
- Renumbered – line 15 for Other deductions was 2022 line 18.
- Renumbered – line 16 for Total deductions was 2022 line 19.

- Renumbered – line 17 for Entire net income was 2022 line 20.
- Renumbered – line 18 for Allocation factor was 2022 line 21.
- Removed – 2022 line 22 for Allocated entire net income before net operating loss deductions and dividend exclusion.
- Removed – 2022 line 23 for Prior year net operating loss (PNOL) deduction.
- Renumbered – line 19 for Allocated entire net income/loss before net operating loss deductions was 2022 line 24.

- Renumbered – line 20 for Net operating loss (NOL) deduction was 2022 line 25.
- Removed – 2022 line 26 for Allocated entire net income before allocated dividend exclusion.
- Removed – 2022 line 27 for Allocated Dividend Exclusion
- Removed – 2022 line 28 for Reserved for future use.
- Renumbered – line 21 for Taxable net income was 2022 line 29.

Part III

- No changes

Schedule A-2

- No changes

Schedule A-3

Part I

- Removed – 2022 line 5a for Urban Enterprise Zone Employee Tax Credit from Form 300.
- Renumbered – line 5 for Urban Enterprise Zone Investment Tax Credit from Form 301 was 2022 line 5b.
- Adjusted – line 21 for Drug Donation Program Tax Credit from Form 326 was 2022 line 21.

Schedule A-4

- Removed – 2022 line 3 for Schedule G, Part I, line b.
- Removed – 2022 line 4 for Schedule G, Part II, line b.
- Renumbered – line 3 for Schedule J, line 6 was 2022 line 5.
- Renumbered – line 4 for Schedule J, line 7 was 2022 line 6.
- Renumbered – line 5 for Schedule J, line 8 was 2022 line 7.
- Renumbered – line 6 for Schedule O, Part III, line 31 was 2022 line 8.
- Removed – 2022 line 9 for Schedule R, line 7
- Removed – 2022 line 10 for Schedule R, line 9
- Added – line 7 for Schedule R, line 4.
- Added – line 8 for Schedule R, line 6.
- Added – line 9 for Schedule R, line 8.
- Renumbered – line 10 for Dividend Exclusion was 2022 line 11.

- Removed – 2022 line 12 for Schedule P, Part III, line 1.
- Removed – 2022 line 13 for Schedule P, Part III, line 2.

Schedule B

- New schedule for 2023

Schedule F

- No changes

Schedule G

- Schedule removed for 2023

Schedule H

- No changes

Schedule J

- Renumbered lines from a-h to 1-8.

Schedule P-1

- No changes

Schedule PC

- No changes

Schedule P

- Schedule removed for 2023

Schedule R

- Removed – 2022 line 4 for Enter amount from Schedule P, Part III, line 3.
- Removed – 2022 line 5 for Multiply.
- Removed – 2022 line 6 for Subtract.
- Removed – 2022 line 7 for Dividend income from investments where taxpayer owns less than 50% of voting stock and less than 50% of all other classes of stock.
- Removed – 2022 line 8 for Subtract.
- Removed – 2022 line 9 for Multiply.
- Removed – 2022 line 10 for Reserved for future use.
- Added – line 4 for Dividends included in line 3 for 80% or more owned subsidiaries.
- Added – line 5 for Dividends included in line 3 for 50% but less than 80% owned subsidiaries.
- Added – line 6 for Multiply.
- Added – line 7 for Add.
- Added – line 8 for Multiply.
- Renumbered – line 9 for Dividend Exclusion was 2022 line 11.
- Removed – 2022 line 12 for Allocation factor.
- Removed – 2022 line 13 for ALLOCATED DIVIDEND EXCLUSION.

Schedule S

- No changes

Form 500

- Removed – 2022 checkboxes for any Prior Net Operating Loss Conversion Carryovers.

Section A

- No changes

Section B

- Added – line 8 for PNOL claimed.
- Added – line 9 for Taxable Net Income subject to NOL deduction.
- Added – line 10 for Portion of line 6 generated for privilege periods ending after July 31, 2019 but beginning before August 1, 2023.

- Added – line 11 for Portion of line 6 generated for privilege periods beginning after July 31, 2023.
- Added – line 12 for Subtract.
- Added – line 13 for 80%.
- Added – line 14 for Add.
- Added – line 15 for Amount of current year NOL deduction.

Section C

- New section for the year
- Added – line 1 for Current tax year's PNOL deduction.
- Added – line 2 for Current tax year's NOL deduction.
- Renumbered – line 3 for Total NOL used in current tax year was 2022 section B, line 8.

Worksheet 500-P

- No changes

CBT-100S

Page 1

- Renumbered – line 2a for Amount of Tax was 2022 line 2.
- Added – line 2b for minimum tax.
- Added – checkbox certifying XML and PDF inclusion of federal filing.

Annual General Questionnaire

- Adjusted – line 5 now requires the subsidiary name, address, FEIN, if it is a New Jersey QSSS, and if their activities are included in the return.

Schedule A

Part I

- Added – line 37 for Dividend Exclusion.
- Renumbered – line 38a for Deduction for IRC Section 78 Gross-up was 2022 line 37a.

- Renumbered – line 38b for Other deductions and additions was 2022 line 37b.
- Removed – 2022 line 37c for Related party interest addback.
- Removed – 2022 line 37d for Related party intangibles expenses and costs addback.
- Renumbered – line 38c for Add back any other federally exempt income not reported was 2022 line 37e.
- Renumbered – line 39 for Entire net income was 2022 line 38.
- Renumbered – line 40 for Allocation factor was 2022 line 39.
- Renumbered – line 41 for Allocated Entire Net Income was 2022 line 40.
- Renumbered – line 42 for Deduction for Current Converted Net Operation Losses was 2022 line 41.
- Removed – 2022 line 42 for Allocated Entire Net Income before allocated dividend exclusion.
- Removed – 2022 line 43 for Allocated Dividend Exclusion.
- Removed – 2022 line 44 for Reserved for future use.
- Renumbered – line 43 for Allocated Entire Net Income was 2022 line 45.

Part II

- No changes

Schedule A-2

- No changes

Schedule A-3

Part I

- Removed – 2022 line 5a for Urban Enterprise Zone Employee Tax Credit from Form 300.
- Renumbered – line 5 for Urban Enterprise Zone Investment Tax Credit from Form 301 was 2022 line 5b.
- Adjusted – line 21 for Drug Donation Program Tax Credit from Form 326 was 2022 line 21.

Part II

- No changes

Schedule A-4

- Removed – 2022 line 1 for Schedule G, Part I, line b.
- Removed – 2022 line 2 for Schedule G, Part II, line b.
- Renumbered – line 1 for Schedule J, line 6 was 2022 line 3.
- Renumbered – line 2 for Schedule J, line 7 was 2022 line 4.
- Renumbered – line 3 for Schedule J, line 8 was 2022 line 5.
- Renumbered – line 4 for Schedule O, Part III, line 31 was 2022 line 6.
- Removed – 2022 line 7 for Schedule R, line 7.
- Removed – 2022 line 8 for Schedule R, line 9.
- Removed – 2022 line 9 for Schedule A-GR, line 6.
- Removed – 2022 line 10 for Schedule P, Part III, line 1.
- Removed – 2022 line 11 for Schedule P, Part III, line 2.
- Added – line 5 for Schedule R, line 4.
- Added – line 6 for Schedule R, line 6.
- Added – line 7 for Schedule R, line 8.
- Added – line 8 for Schedule R, line 9.

Schedule A-GR

- Schedule removed for 2023

Schedule B

- New schedule for 2023

Schedule F

- No changes

Schedule G

- Schedule removed for 2023

Schedule H

- No changes

Schedule J

- Renumbered lines from a-h to 1-8.

Schedule K

- No changes

Schedule K Liquidated

- No changes

Schedule PC

- No changes

Schedule P-1

- No changes

Schedule P

- Schedule removed for 2023

Schedule R

- Removed – 2022 line 4 for Enter amount from Schedule P, Part III, line 3.
- Removed – 2022 line 5 for Multiply.
- Removed – 2022 line 6 for Subtract.
- Removed – 2022 line 7 for Dividend income from investments where taxpayer owns less than 50% of voting stock and less than 50% of all other classes of stock.
- Removed – 2022 line 8 for Subtract.
- Removed – 2022 line 9 for Multiply.
- Removed – 2022 line 10 for Reserved for future use.
- Added – line 4 for Dividends included in line 3 for 80% or more owned subsidiaries.

- Added – line 5 for Dividends included in line 3 for 50% but less than 80% owned subsidiaries.
- Added – line 6 for Multiply.
- Added – line 7 for Add.
- Added – line 8 for Multiply.
- Renumbered – line 9 for Dividend Exclusion was 2022 line 11.
- Removed – 2022 line 12 for Allocation factor.
- Removed – 2022 line 13 for ALLOCATED DIVIDEND EXCLUSION.

Schedule S

- No changes

Schedule SJC

- New schedule for 2023

Schedule NJ-K-1

- No changes

Form 500S

- No changes

CBT-100U

Page 1

- Added – line 6a for Number of Entities with Nexus.
- Added – line 6b for Multiply.
- Renumbered – line 6c for Installment payment was 2022 line 6.
- Removed – 2022 line 11a for Total Refundable Tax Credits to applicable members.
- Renumbered – line 11a for Total Refundable Tax Credit to individual members was 2022 line 11b.
- Renumbered – line 11b for Balance of Refundable Tax Credit applied to group was 2022 line 11c.
- Added – checkbox certifying XML and PDF inclusion of federal filing.

Members and Affiliates Schedule

This schedule has been redesigned for 2023.

- Fields that have carried over from 2022.
- Total number of members in the group (2023 Part I).
- Total number of taxable group members (2023 Part I).
- Total number of nontaxable group members (2023 Part I).
- Total number of related parties or affiliates that are not included in the combined return (2023 Part I).

- Member Name (2023 Part II).
- Member FEIN (2023 Part II).
- Owns a disregarded entity (2023 Part II, checkbox).
- Nexus with New Jersey (2023 Part II, checkbox).
- Inactive (2023 Part II, checkbox).
- Professional Corp (2023 Part II, checkbox).

- Date Joined Group (2023 Part III).

- Date of Sale/Merger and Date of Departure from Group (not exactly the same but 2023 Part IV, Section A/B).

Schedule A

The layout of this schedule has been modified for 2023.

- Member information is now in Section I.
- There is no dedicated Managerial Member category of member for 2023. The managerial member is now just another member of the group.
- Group information is now in Section II.
- Column A for Total Before Eliminations and Adjustments was 2022 column C.
- Column B for Eliminations and Adjustments was 2022 column B.
- Column C for Group Combined Total was 2022 column A.

Part I

- Renumbered – line 4 for Dividends and other inclusions was 2022 line 4a.
- Removed – 2022 line 4b for Gross Foreign Derived Intangible Income.
- Removed – 2022 line 4c for Gross Global Intangible Low-Taxed Income.

- Line 25 for Reserved for future use is now Energy efficient commercial buildings deduction.

Part II

- Removed – 2022 line 6 for Related party interest addback.
- Removed – 2022 line 7 for Related party intangible expenses and costs addback.
- Removed – 2022 line 8 for Reserved for future use.
- Renumbered – line 6 for Depreciation modification was 2022 line 9.
- Renumbered – line 7 for Other additions was 2022 line 10.
- Renumbered – line 8 for Taxable income was 2022 line 11.
- Added – line 9 for Dividend Exclusion.
- Renumbered – line 10 for Depreciation modification was 2022 line 12.
- Renumbered – line 11 for Previously Taxed Dividends was 2022 line 13.
- Added – line 12 for IBF
- Removed – 2022 line 14a for IRC 250 GILTI
- Removed – 2022 line 14b for IRC 250 FDII
- Removed – 2022 line 14c for Net GILTI
- Renumbered – line 13 for IRC 78 Gross-up was 2022 line 15.
- Removed – 2022 line 16 for Reserved for future use.
- Renumbered – 14a for Elimination of nonoperational activity was 2022 line 17a.
- Renumbered – 14b for Elimination of nonunitary partnership activity was 2022 17b.
- Added – line 15 for Net Deferred Tax Liability Deduction.
- Added – line 16 for Cannabis Licensee Deduction.
- Renumbered – line 17 for Other deductions was 2022 line 18.
- Renumbered – line 18 for Total deductions was 2022 line 19.
- Renumbered – line 19 for Entire net income was 2022 line 20.
- Renumbered – line 20 for Allocation factor was 2022 line 21.
- Added – line 21 for Allocated entire net income.
- Added – line 22 for Allocated entire net income from Schedule X.
- Renumbered – line 23 for Allocated entire net income before NOL deductions was 2022 line 22.
- Renumbered – line 24 for Net Operating Loss Deduction was 2022 line 23.
- Removed – 2022 line 24 for Allocated entire net income before allocated dividend exclusion.
- Removed – 2022 line 25 for Allocated Dividend Exclusion.
- Removed – 2022 line 26 for Allocated entire net income subtotal.
- Removed – 2022 line 27a for IBF Exclusion.
- Removed – 2022 line 27b for Allocated IBF Exclusion.

- Renumbered – line 25 for Combined Group Taxable Net Income was 2022 line 28.

Part III

- Removed – 2022 line 2 for Member’s Taxable Net Income from Separate Activities.
- Renumbered – line 2a for New Jersey nonoperational income was 2022 line 3a.
- Renumbered – line 2b for Nonunitary partnership income was 2022 line 3b.
- Renumbered – line 3 for Tax Base was 2022 line 4.
- Renumbered – line 4a for Amount of Tax was 2022 line 5.
- Renumbered – line 4b for Multiply \$2,000 by number of taxable members was 2022 line 9a.
- Removed – 2022 line 6 for Tax Credit.
- Removed – 2022 line 7 for CBT Tax Liability.
- Renumbered – line 5 for Surtax was 2022 line 8.
- Added – line 6 for Pass-Through Business Alternative Income Tax Credit.
- Added – line 7 for Balance of surtax.
- Removed – 2022 line 9b for Tax Due.

Schedule A-2

The layout of this schedule has been modified for 2023.

- Member information is now in Section I.
- There is no dedicated Managerial Member category of member for 2023. The managerial member is now just another member of the group.
- Group information is now in Section II.
- Column A for Total Before Eliminations and Adjustments was 2022 column C.
- Column B for Eliminations and Adjustments was 2022 column B.
- Column C for Group Combined Total was 2022 column A.
- No field changes

Schedule A-3

The layout of this schedule has been modified for 2023.

- There is no dedicated Managerial Member category of member for 2023. The managerial member is now just another member of the group.

Part I

- Removed – 2022 line 5a for Urban Enterprise Zone Employee Tax Credit from Form 300.
- Renumbered – line 5 for Urban Enterprise Zone Investment Tax Credit from Form 301 was 2022 line 5b.
- Adjusted – line 21 for Drug Donation Program Tax Credit from Form 326 was 2022 line 21.

Part II

- No changes

Schedule A-4

The layout of this schedule has been modified for 2023.

- There is no dedicated Managerial Member category of member for 2023. The managerial member is now just another member of the group.
- Removed – 2022 line 3 for Schedule G, Part I, line b.
- Removed – 2022 line 4 for Schedule G, Part II, line b.
- Removed – 2022 line 5 for Reserved for future use.
- Removed – 2022 line 6 for Reserved for future use.
- Removed – 2022 line 7 for Reserved for future use.
- Renumbered – line 3 for Schedule J, line 6c was 2022 line 8.
- Renumbered – line 4 for Schedule J, line 7c was 2022 line 9.
- Renumbered – line 5 for Schedule J, line 9 was 2022 line 10.
- Renumbered – line 6 for Schedule O, Part III, line 31 was 2022 line 11.
- Removed – 2022 line 12 for Schedule R, line 6.
- Removed – 2022 line 13 for Schedule R, line 8.
- Added – line 7 for Schedule R, line 4.
- Added – line 8 for Schedule R, line 6.
- Added – line 9 for Schedule R, line 8 (different than the 2022 Sch R, line 8 reference).
- Renumbered – line 10 for Schedule R, line 9 was 2022 line 14.

Schedule A-5

- Schedule removed for 2023

Schedule B

- New schedule for 2023

Schedule CG

- Schedule removed for 2023

Schedule F

- No changes

Schedule G

- Schedule removed for 2023

Schedule H

- While the text asks for the schedule to be completed on a group basis, members are still supposed to provide data on a rider. Might as well just keep it like other schedules and build it for both group and member types.
- No changes

Schedule J

The layout of this schedule has been modified for 2023.

- There is no dedicated Managerial Member category of member for 2023. The managerial member is now just another member of the group.
- No changes

Schedule L

- Schedule removed for 2023

Schedule P-1

The layout of this schedule has been modified for 2023.

- The schedule is no longer reported on a member basis.

Part I

- Removed – column for Date and State Where Organized.
- Added – sub-column for Member FEIN in column 6 for Tax Payments Made on Behalf of Member by Partnerships.

Part II

- No changes to fields

Schedule PC

The layout of this schedule has been modified for 2023.

- There is no dedicated Managerial Member category of member for 2023. The managerial member is now just another member of the group.
- No changes

Schedule R

The layout of this schedule has been modified for 2023.

- While the text asks for the schedule to be completed on a group basis, members are still supposed to provide data on a rider. Might as well just keep it like other schedules and build it for both group and member types.
- There is no dedicated Managerial Member category of member for 2023. The managerial member is now just another member of the group.
- Renumbered – line 1 for Total dividends and deemed dividends was 2022 line 1a.
- Renumbered – line 2 for Amount from Schedule PT, Section D, line 3 was 2022 line 1b.
- Renumbered – line 3 for Dividends eligible for dividend exclusion was 2022 line 2.
- Removed – 2022 line 3a for Amount from 80% or more owned domestic subsidiaries.
- Removed – 2022 line 3b for Amount from 80% or more owned foreign subsidiaries.

- Removed – 2022 line 3c for Total dividend income from 80% or more owned subsidiaries.
- Removed – 2022 line 4 for Multiply.
- Removed – 2022 line 5 for Subtract.
- Removed – 2022 line 6 for Dividend income from investments where member owns less than 50% of voting stock and less than 50% of all other classes of stock.
- Removed – 2022 line 7 for Subtract.
- Removed – 2022 line 8 for Multiply.
- Removed – 2022 line 9 for Reserved for future use.
- Added – line 4 for Dividends included in line 3 from 80% or more owned subsidiaries.
- Added – line 5 for Dividends included in line 3 from 50% but less than 80% owned subsidiaries.
- Added – line 6 for Multiply.
- Added – line 7 for Add.
- Added – line 8 Multiply.
- Renumbered – line 9 for Dividend exclusion was 2022 line 10.
- Removed – 2022 line 11 for Group allocation factor.
- Removed – 2022 line 12 for Allocated Dividend Exclusion.

Schedule S

The layout of this schedule has been modified for 2023.

- There is no dedicated Managerial Member category of member for 2023. The managerial member is now just another member of the group.
- A Group column has been added.
- No changes

Form 500U

The layout of this schedule has been modified for 2023.

- This schedule now only reports on a group basis.

Section A

- Removed – PNOL Conversion Carryover checkbox
- Removed – 2022 line 4 for Enter the portion of line 1 that is used on current period Schedule X.
- Renumbered – line 4 for Enter any discharge of indebtedness excluded from federal taxable income was 2022 line 5.

- Renumbered – line 5 for PNOL available was 2022 line 6.
- Removed – 2022 line 7a for Enter the amount from Schedule A, Part II, line 20
- Renumbered – line 6 for Schedule A, Section II, Part II, line 23 was 2022 line 7b.
- Renumbered – line 7 for Current tax year’s PNOL deduction was 2022 line 8a.
- Removed – 2022 line 8b for Group Total.

Section B

- Removed – 2022 line 4 for Portion of line 1 that is used on current period

Schedule X.

- Renumbered – line 4 for Amount of any adjustments required under provisions of the federal Internal Revenue Code was 2022 line 5.
- Renumbered – line 5 for Post Allocation NOL Available was 2022 line 6.
- Removed – 2022 line 7a for Amount from Schedule A, part II, line 20.
- Renumbered – line 6 for Schedule A, Section II, Part II, line 23 was 2022 line 7b.
- Renumbered – line 7 for PNOL claimed was 2022 line 8.
- Renumbered – line 8 for Taxable Net Income subject to NOL deduction was 2022 line 9.
- Removed – 2022 line 10 for Amount of member’s current year NOL.
- Removed – 2022 line 11 for Post-Allocation NOL carryover available for sharing.
- Removed – 2022 line 12 for Amount of NOL carryover shared with other taxable members.
- Removed – 2022 line 13 for Amount of NOL carryover received from other taxable members.
- Removed – 2022 line 14 Current tax year’s NOL carryover deduction.
- Added – line 9 for Portion of line 5 generated for privilege periods ending after July 31, 2019 but beginning before August 1, 2023.
- Added – line 10 for Portion of line 5 generated for privilege periods beginning after July 31, 2023.
- Added – line 11 for Subtract.
- Added – line 12 for Enter 80%.
- Added – line 13 for Add.
- Added – line 14 for Amount of combined group’s current year NOL deduction.

Section C

- No change

Form 500U-P

The layout of this schedule has been modified for 2023.

- There is no dedicated Managerial Member category of member for 2023. The managerial member is now just another member of the group.
- Added – line 22 for Aggregate Total Converted Prior Net Operating Losses of the Combined Group.

Form 500U-PA

- The layout of this schedule has been modified for 2023.
- There is no dedicated Managerial Member category of member for 2023. The managerial member is now just another member of the group.
- Removed – Part I for Enter the date on which the member entered the group.
- Added – line 22 for Aggregate Total Post Allocation Net Operating Losses of the Combined Group.

VI: REQUIREMENT TO INCLUDE FEDERAL TAX DATA

P.L. 2021, c. 118, which was signed into law on November 4, 2020, made a series of technical corrections, clarifications, and changes to legislation affecting the Corporation Business Tax Act. This Technical Bulletin discusses the amendments to N.J.S.A. 54:10A-14.

Effective for **privilege periods ending on and after July 31, 2020**, N.J.S.A. 54:10A-14 states in relevant part:

- (a) The director shall require any taxpayer or managerial member to submit, as part of a full and complete New Jersey return, copies or pertinent extracts of its federal income tax returns, or of any other tax return filed with any agency of the federal government, or of this or any other state, or of any statement or registration made pursuant to any state or federal law pertaining to securities or securities exchange regulation. The director shall issue regulations describing which federal extracts are required and which extracts are optional.

For federal purposes, taxpayers are required to complete and attach a variety of schedules for various parts of the federal return in order to comply with various provisions of the federal Internal Revenue Code. For New Jersey Corporation Business Tax purposes, some of the supporting schedules that are required for federal tax purposes are not necessary since certain federal forms are not applicable to provisions of the New Jersey Corporation Business Tax Act.

Taxpayers must include a copy of the federal return (or returns in the case of certain combined groups), including all attachments, that was filed with the Internal Revenue Service for the privilege period (i.e., Form 1120, 1120-F, 1120-S, etc., as applicable).

In addition to a copy of the federal return(s), the following federal forms and schedules must be included as part of a full and complete New Jersey Corporation Business Tax return:

- Form 851
- Form 1118
- Form 1125-A
- Form 1125-E
- Form 4562
- Form 4797
- Form 5471
- Form 5472
- Form 8858
- Form 8990
- Form 8992
- Form 8993
- Schedule D
- Schedule M-3

Failure to include a copy of the federal return and the above forms (if the taxpayer attached them as part of their original federal return) filed with the Internal Revenue Service will result in an incomplete New Jersey Corporation Business Tax Return and the taxpayer may be assessed penalties and interest for noncompliance.

All other federal forms and schedules not listed above must be made available to Division of Taxation staff upon request.

VII. EXCLUSIONS FROM ELECTRONIC FILING

In addition to the returns listed in IRS publications as excluded from federal electronic filing for the 2023 tax filing period, the following documents will not be accepted for electronic filing in New Jersey in 2023:

- **Foreign Account Indicator on Direct Debit and Direct Deposit tax returns**

VIII. ACCEPTANCE AND PARTICIPATION

If the IRS approves you to e-file, you're automatically accepted for New Jersey. We don't require a separate application to be submitted. New Jersey will accept returns electronically from any IRS approved software provider. Software providers will work in a cooperative partnership effort with the Division of Revenue's E-services.

IX. ACCEPTANCE PROCESS

EFIN and ETIN

The IRS assigns the Electronic Filing Identification Number (EFIN) and Electronic Transmitter Identification Number (ETIN). The New Jersey Division of Revenue will use these same numbers in the Federal/State Electronic Filing Program. These numbers are used in the acknowledgment system to identify preparers and transmitters.

New Jersey Test Data

All participants are required to follow the IRS testing procedures for acceptance into the program. Only software developers are required to test their software with New Jersey. Participants must transmit live return data using only State of New Jersey-accepted federal/state electronic filing software.

X. NEW JERSEY ACKNOWLEDGEMENT PROCESS

The Internal Revenue Service will provide State Acknowledgement service on its Front End Processing System (MeF platform). The State of New Jersey will send their Acknowledgements to MeF for trading partners to pick up, when they pick up their Federal Acknowledgement. New Jersey will store Submission ID provided by the IRS for use by our help desk.

New Jersey acknowledges all electronic returns received. Clients receive acknowledgments from both the IRS and the State of New Jersey. It should be noted that a Federal acknowledgment does not extend to the corresponding

State return. A Federal acknowledgment means only that the State portion has been made available to that State.

An acceptance from New Jersey does not imply that the return, in its entirety, is correct. It acknowledges only that the return conforms to the required standards for electronic filing. Acknowledgments will be transmitted to the IRS System for retrieval

XI. CALENDAR/DUE DATES

When a transmitted electronic business return is rejected in Processing Year 2023, there is a 10-day Transmission Perfection Period to perfect that return for electronic re-transmission.

XII. PAYMENTS

There are three methods for submitting a payment to the state of NJ. One method would be to submit a payment electronically with the return. Another method would be to submit an ACH payment separately from the filed return via the filers banking institution, or a payment can be made online separately from the e-filed return. If you choose to submit a payment online, use the following web address:

https://www1.state.nj.us/TYTR_BusinessFilings/jsp/common/Login.jsp?taxcode=20

XIII. FREQUENTLY ASKED QUESTIONS (FAQ)

The following FAQ is meant to address some of the common questions received during prior filing seasons.

- **My client has a 52/53 week accounting period for federal filing purposes. However, NJ is rejecting the return for invalid period beginning and end dates. Does NJ recognize 52/53 week filers?**

No. NJ does not recognize this federal designation. The CBT instructions stipulate that all NJ CBT returns must be filed on a monthly accounting basis, and cannot exceed a 12 month period even by a day. The 52/53 week filers will use the same accounting year for both their federal and NJ returns, but the period end date on their NJ return must end on the last day of the month.

- **The return I'm attempting to file has a period end date of 6/30/2023. Is this considered a 2023 return?**

No. The 2023 CBT return is only to be used for accounting periods ending on or after July 31st, 2023 through June 30th 2024. The CBT instructions include a chart on page one of the instruction booklet that breaks down the due dates for CBT returns based on the accounting period end date.

It is important to keep in mind that the fiscal year ends on June 30th. The number one reason returns are rejected by NJ is due to inaccurate accounting period information.

- **Does New Jersey accept paper returns for Corporation Business Tax?**

For tax years beginning on or after January 1, 2016, all taxpayers and tax preparers must file CBT returns and make payments electronically. The mandate includes all CBT returns, estimated payments, extensions, and vouchers.

*****NOTE:** If you have further questions on the e-file/e-pay mandate you must address them to the NJ Division of Taxation. NJ DORES e-file will not interpret the language of the mandate beyond what is written. NJ DORES e-file does not have the authority to grant special status or exceptions to the e-file/e-pay mandate.

- **My client is a fiscal filer with an estimated payment or extension due before the schema package was available. What should I do?**

You have the option to make estimated payments and extension payments online via the NJ Division of Taxation website:

https://www1.state.nj.us/TYTR_BusinessFilings/jsp/common/Login.jsp?taxcode=20