

**FORM 301**  
(12-19)  
**2019**

**NEW JERSEY CORPORATION BUSINESS TAX**  
**URBAN ENTERPRISE ZONE INVESTMENT TAX CREDIT**  
**AND CREDIT CARRY FORWARD**

Name as Shown on Return	Federal ID Number	Unitary ID Number, if applicable <b>NU</b>
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**READ THE INSTRUCTIONS BEFORE COMPLETING THIS FORM**

**IMPORTANT NOTE:** This investment tax credit is available **only** to an approved "Qualified Business" which has made an investment or other expenditure in an Urban Enterprise Zone, which has been made pursuant to an agreement with the governing body of the qualifying municipality which was approved by the New Jersey Urban Enterprise Zone Authority (in but not of the New Jersey Department of Community Affairs). A taxpayer may **not** claim the investment tax credit or carryover for any year in which it has claimed a new employees tax credit or carryover.

**RETURN FILING METHOD**

- The taxpayer is included as a taxable member on a New Jersey combined return.
- The taxpayer is a separate return filer. Complete Parts I and II, as applicable. Do not complete Part III.

**PART I QUALIFICATIONS**

1. Is the taxpayer certified by the New Jersey Urban Enterprise Zone Authority (in but not of the New Jersey Department of Community Affairs) as a "qualified business" under the Urban Enterprise Zones Act? .....  YES  NO
2. Enter your Urban Enterprise Zone permit number \_\_\_\_\_
3. Was the taxpayer engaged in the active conduct of a trade or business in the zone for at least one year prior to the zone designation? .....  YES  NO
4. Does the taxpayer employ fewer than 50 full-time, permanent employees? .....  YES  NO
5. Was the investment made pursuant to an agreement with the governing body of the qualifying municipality that was approved by the New Jersey Urban Enterprise Zone Authority (in but not of the New Jersey Department of Community Affairs)? .....  YES  NO

**NOTE:** If the answer to any of the above questions is "NO," do not complete the rest of this form. The taxpayer does **not** qualify for this tax credit. Otherwise, go to Part II.

**PART II CALCULATION OF THE ALLOWABLE CREDIT AMOUNT AND CARRYFORWARD**

6. Enter the amount of the approved investment.....	6.	
7. Enter 8% (.08) of the amount on line 6.....	7.	
8. Urban Enterprise Zone Investment Tax Credit carried forward from prior year.....	8.	
9. Total credit available (add lines 7 and 8).....	9.	
10. Enter tax liability from page 1, line 2 of CBT-100, CBT-100S, or BFC-1, or the member's column of Schedule A, Part III, Line 5 of CBT-100U.....	10.	
11. Enter the required minimum tax liability as indicated in instruction (b) for Part II.....	11.	
12. Subtract line 11 from line 10.....	12.	
13. Tax credits used by taxpayer on current year's return:		
(a) _____		
(b) _____		
(c) _____		
(d) _____ Total	13.	
14. Subtract line 13 from line 12. If zero or less, enter zero.....	14.	
15. Allowable credit for the current tax period. Enter the lesser of line 9 or line 14 here and on Part I, Schedule A-3 of the CBT-100, CBT-100U, CBT-100S, or BFC-1.....	15.	
16. a) Urban Enterprise Zone Employees Tax Credit carryforward (subtract line 15 from line 9).....	16a.	
<b>Combined return filers, see Part III before continuing.</b>		
b) Amount of credit shared in current year from Part III, line 23, if applicable.....	16b.	
c) Amount of credit carryforward to following year's return (subtract line 16b from line 16a).....	16c.	

Name as Shown on Return	Federal ID Number	Unitary ID Number, if applicable <b>NU</b>
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**PART III COMBINED RETURN FILERS SHARING CREDIT**

17. Amount of Urban Enterprise Zone Investment Tax Credit <b>being shared</b> and FEIN of the taxable member of the combined group with which it is being shared (see instructions): .....								
<table style="width: 100%; border: none;"> <tr> <td style="width: 30%; border: none;">_____</td> <td style="width: 30%; border: none;">_____</td> <td style="width: 40%; border: none;"></td> </tr> <tr> <td style="border: none; text-align: center;">Name</td> <td style="border: none; text-align: center;">Federal ID Number</td> <td style="border: none;"></td> </tr> </table>	_____	_____		Name	Federal ID Number		17.	
_____	_____							
Name	Federal ID Number							
18. Enter the tax liability of the member with which the credit is being shared from Schedule A, Part III, line 5 of CBT-100U .....		18.						
19. Minimum tax liability .....		19.						
20. Subtract line 19 from line 18.....		20.						
21. Tax credits used by this taxpayer on current year's return:								
(a) _____	_____							
(b) _____	_____							
(c) _____	_____							
(d) _____	_____							
	..... Total	21.						
22. Subtract line 21 from line 20. If zero or less, enter zero .....		22.						
23. Allowable credit shared with this taxable member. Enter the lesser of line 17 or line 22 here and on Part II, line 16b, and CBT-100U, Schedule A-3, Part I for the member receiving the shared amount .		23.						

REFERENCED ONLY

## Instructions for Form 301 URBAN ENTERPRISE ZONE INVESTMENT TAX CREDIT AND CREDIT CARRYFORWARD

This form must be completed by any taxpayer that is a certified “qualified business” claiming an Urban Enterprise Zone Investment Tax Credit and/or credit carryforward as provided for in the New Jersey Urban Enterprise Zones Act, N.J.S.A. 52:27H-60 et seq. This credit is only available to an employer with less than 50 employees. The investment must be at least \$5,000 if there are 10 or fewer employees and increases by \$500 for each additional employee. If the taxpayer claims this credit on Form CBT-100, CBT-100U, CBT-100S, or BFC-1, a completed Form 301 must be included with the return to validate the claim. While not required to claim the credit, proof of investment should be retained by the taxpayer and made available for review upon request.

Certification as a “qualified business” must be obtained from the New Jersey Urban Enterprise Zone Authority (in but not of the Department of Community Affairs), PO Box 822, Trenton, NJ 08625-0822, Telephone (609) 292-1912.

**NOTE:** A qualified business cannot claim an Urban Enterprise Zone Investment Tax Credit and an employees tax credit in the same year regardless of whether those credits were earned for the tax year or carried forward from a previous tax year.

**COMBINED RETURN FILERS** – If filing a combined return, the form must be completed by the member that earned the credit

### PART I TAXPAYER QUALIFICATIONS

To be eligible for the Urban Enterprise Zone Investment Tax Credit, the taxpayer must meet the requirements contained in the Urban Enterprise Zones Act, N.J.S.A. 52:27H-60 et seq. If an answer to any one of the questions listed in Part I is “NO,” the taxpayer is **not** entitled to the credit.

### PART II CALCULATION OF THE ALLOWABLE CREDIT AMOUNT AND CARRYFORWARD

- a) The total and allowable Urban Enterprise Zones Investment Tax Credit for the current year is calculated in Part II. The amount of this credit in addition to the amount of any other tax credits taken cannot exceed an amount that would reduce the total tax liability below the statutory minimum. Taxpayers claiming multiple credits must list any credits already applied to the tax liability to ensure accuracy of the calculation for maximum credit allowable.
- b) The minimum tax is assessed based on the New Jersey Gross Receipts as follows:

New Jersey Gross Receipts	CBT-100/BFC-1	CBT-100U	CBT-100S
Less than \$100,000	\$500	\$2,000	\$375
\$100,000 or more but less than \$250,000	\$750	\$2,000	\$562
\$250,000 or more but less than \$500,000	\$1,000	\$2,000	\$750
\$500,000 or more but less than \$1,000,000	\$1,500	\$2,000	\$1,125
\$1,000,000 or more	\$2,000	\$2,000	\$1,500

If a taxpayer is filing a separate return and is a member of an affiliated or controlled group that has a total payroll of \$5,000,000 or more for the return period, the minimum tax is \$2,000. Tax periods of less than 12 months are subject to the higher minimum tax if the prorated total payroll exceeds \$416,667 per month.

- c) Although there is a limitation of the amount of credit allowed in any one tax year, the amount of the unused tax credit may be carried forward to a future tax year provided that tax year falls within a 20-year period beginning with the date of designation of the enterprise zone, or if later, a period of 20 tax years beginning with the date within the designation period upon which the taxpayer is first subject to the Corporation Business Tax Act (1945), P.L. 1945, c. 162, N.J.S.A. 54:10A-1 et seq.

### PART III COMBINED RETURN FILERS SHARING CREDIT

Taxable members of a combined group may share their tax credits and credit carryovers with other taxable members of the combined group that are included on the same New Jersey combined return. The decision to share (or not share) tax credits or carryovers remains with the taxable member who generated the tax credit or carryover. Tax credits and credit carryovers may be shared among members of the same combined group regardless of whether such taxable members were part of the same combined group when the tax credit or carryover was generated.

If the taxpayer shared the credit with another taxable member of the combined group, use this portion of the form to track the member with which the credit is being shared, calculate the allowable amount that can be shared, and calculate the amount of the credit that can be carried over for use in future tax years. A shared credit carryover belongs to the member that originally earned the credit. Generally the amount of unused tax credit may be carried forward to subsequent tax years as described in the instructions for Part II.

**Note:** If the member that owns the credit is sharing a portion of their credit with multiple members, include a copy of this section for each member with which the credit is shared.