

**NEW JERSEY GROSS INCOME TAX
 SHELTERED WORKSHOP TAX CREDIT
 FOR RETURN PERIODS BEGINNING JANUARY 1, 2018**

PART I IDENTIFICATION

| | | |
|--|-------------------|---------------------|
| Entity Name | Federal ID Number | NJ Allocated Income |
| Check Entity Type <input type="checkbox"/> Partnership <input type="checkbox"/> Sole Proprietorship <input type="checkbox"/> Limited Liability Company | | |

PART II QUALIFICATIONS

1. Is each employee for which a credit is claimed a "Qualified Person" in accordance with P.L. 2005, c. 318? YES NO
2. Did each employee for which a credit is claimed work for at least 26 weeks during the privilege period and work at least 25 hours per week at or under the supervision of a sheltered workshop? YES NO

NOTE: If the answer to either of the above questions is "NO", do not complete the rest of this form. The taxpayer does **not** qualify for the sheltered workshop tax credit, otherwise, go to Part III.

PART III CALCULATION OF THE AVAILABLE SHELTERED WORKSHOP TAX CREDIT

| | (A) Social Security Number | (B) Name | (C) Total Wages | (D) 20% of Column C - Max \$1,000 |
|----|---|-------------|--------------------|--------------------------------------|
| 1. | | | | |
| 2. | | | | |
| 3. | | | | |
| 4. | | | | |
| | Available Sheltered Workshop Tax Credit (add lines 1, 2, 3 and 4) | | | |

* If there are more names, please attach a schedule corresponding to Part III.

PART IV CALCULATION OF THE ALLOWABLE CREDIT AMOUNT

| | | |
|--|-----|--|
| 1. Carryover credit from prior years (not applicable in first year) | 1. | |
| 2. Available current year Sheltered Workshop Tax Credit (total from Part III or NJ-K1) | 2. | |
| 3. Total Sheltered Workshop Tax Credits (add lines 1 and 2) | 3. | |
| 4. NJ allocated income (from Part I above) | 4. | |
| 5. NJ Gross Income | 5. | |
| 6. Percentage (divide line 4 by line 5) | 6. | |
| 7. NJ Tax after credit for taxes paid to other jurisdictions | 7. | |
| 8. Apportioned NJ tax (multiply line 7 by line 6) | 8. | |
| 9. Maximum Allowable Credit (multiply line 8 by 50%) | 9. | |
| 10. Earned Income Tax Credit | 10. | |
| 11. Allowable credit (subtract line 10 from line 9, do not enter less than zero) | 11. | |
| 12. Current year credit (lesser of line 11 or line 3) | 12. | |
| 13. Carryover credit (subtract line 12 from line 3) | 13. | |

PART V SHELTERED WORKSHOP TAX CREDIT CARRYOVER WORKSHEET

Complete this schedule if the allowable tax credit is less than the total credit available for the current year or if a tax credit was carried forward from a previous tax year. Read the instructions for Part IV before completing this schedule.

| | |
|--------------------|--------------------------|
| (A) Entity Name | (B) Federal ID Number |
|--------------------|--------------------------|

Check Entity Type Partnership Sole Proprietorship Limited Liability Company

| | A 2011 | B 2012 | C 2013 | D 2014 | E 2015 | F 2016 | G 2017 | H 2018 |
|---|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| 1. Enter the tax credit calculated for each tax year * | | | | | | | | |
| 2. Enter the amount used in tax year: | | | | | | | | |
| a) 2011 | | | | | | | | |
| b) 2012 | | | | | | | | |
| c) 2013 | | | | | | | | |
| d) 2014 | | | | | | | | |
| e) 2015 | | | | | | | | |
| f) 2016 | | | | | | | | |
| g) 2017 | | | | | | | | |
| h) 2018 | | | | | | | | |
| 3. Carryover amount - Line 1 minus Lines 2(a) through 2(h) | | | | | | | | |
| 4. Total tax credit carryover, total of line 3, columns A through H | | | | | | | | |

* Exclude the amount of any tax credit carried over from a prior tax year.

Instructions for Form GIT-317

SHELTERED WORKSHOP TAX CREDIT

Part I IDENTIFICATION

Enter the Entity's name, its Federal Employer Identification Number, and the amount of New Jersey allocated income that is earned, received or acquired from sources within this state for this entity. Make sure to check the appropriate box showing entity type.

Part II QUALIFICATIONS

Check boxes for questions 1 and 2. If either of these boxes is checked under the box labeled NO, then do not complete rest of this form. Taxpayer does not qualify for this credit.

Part III & FOR PARTNERSHIPS, SOLE PROPRIETORSHIPS, AND LIMITED LIABILITY COMPANY

Part IV

If the taxpayer is calculating the Available Sheltered Workshop Tax Credit for Sole Proprietorship, then complete Part III as follows:

- A. Enter the Name of each Qualified Person employed by your business.
- B. Enter the Social Security Number of each Qualified Person employed by your business.
- C. Enter the Salary and Wages paid during the tax year.
- D. Enter the lesser of 20% of Column C or \$1,000 per qualified person.
- E. Complete Part IV (see instructions).

If the taxpayer is calculating the Available Sheltered Workshop Tax Credit for a Partnership, then go directly to Part IV to complete your credit calculation (see instructions).

If the taxpayer is calculating the Available Sheltered Workshop Tax Credit for a Limited Liability Company, then please note the following distinctions:

- A. LLC's which consist of one member should use the same method as that for a Sole Proprietorship.
- B. LLC's which consist of more than one member should use the same method as that for a Partnership.

*If you have more than one entity, then add line 12 from each Form GIT-317 and enter into line 46 of Form NJ-1040, line 42 of Form NJ-1040NR, or line 29 of Form NJ-1041.

** The credit otherwise allowable, that cannot be taken this year due to limitations, may be carried over to the next seven taxable years following the original tax year (for which this credit was allowed).

PART IV CALCULATION OF THE ALLOWABLE CREDIT AMOUNT

1. **Carryover credit from prior years**
Enter the amount from Line 13, Part IV of the prior year's worksheet.
2. **Available Current Year Sheltered Workshop Tax Credit**
 - a) If the entity is a Sole Proprietorship or a Limited Liability Company with a single member, enter total of available Sheltered Workshop Tax Credit from Part III of Form GIT-317.
 - b) If the entity is a Partnership or a Limited Liability Company with more than one member, enter the amount from the NJ-K-1.
3. **Total Sheltered Workshop Tax Credits**
Add lines 1 to line 2 and enter this amount into line 3.
4. **NJ allocated income**
Enter the amount from the box titled NJ Allocated Income, from Part I of Form GIT-317.
5. **NJ Gross Income**
Enter the amount of New Jersey Gross income. This amount can be found on line 29 of Form NJ-1040, line 29 of Form NJ-1040NR, or line 14 of Form NJ-1041.
6. **Percentage**
Divide line 4 by line 5 and enter the amount onto line 6. Carry your result to 6 decimal places (.123456 or 12.3456%)

7. **NJ Tax (after credit for taxes paid to other jurisdictions)**
Enter amount of NJ Tax after the credit for taxes paid to other jurisdictions. This amount can be found on line 43 of Form NJ-1040, line 41 of Form NJ-1040NR, or line 28 of Form NJ-1041.
8. **Apportioned NJ tax**
Multiply line 7 by line 6 and enter this amount onto line 8.
9. **Maximum Allowable Credit**
Multiply line 8 by 50% and enter this amount onto line 9.
10. **Earned Income Tax Credit**
This amount can be taken from line 56 of Form NJ-1040 (this credit is only allowable to NJ residents). If taxpayer is including more than one entity, then the EITC should be prorated based on the combined NJ allocated income.
11. **Allowable credit**
Subtract line 10 from line 9 and enter onto line 11. If this subtraction is zero or less, make no entry.
12. **Current year credit**
Choose the lesser of line 3 or line 11 and enter onto line 12.
13. **Carryover credit**
Subtract line 12 from line 3 and enter onto line 13.

Part V SHELTERED WORKSHOP TAX CREDIT CARRYOVER WORKSHEET

The amount of the tax credit that cannot be applied to the current tax period due to the applicable limitations can be carried over to the seven privilege periods following the privilege period for which the credit was allowed. Complete this worksheet to validate the tax credit carryover amount.