

SCHEDULE D - Beneficiaries' Shares of Income

Line 38. Enter in the spaces provided the name, state of residence, address and social security number of each beneficiary to whom estate or trust income was distributed or distributable during the taxable year. Also enter on this line the actual amount of income distributed or required to be distributed to the beneficiaries. If the spaces provided are not sufficient, attach a rider to the return.

Line 39. Enter on this line the total of the income distributed or distributable. Also enter this amount on Page 1, Line 17.

SCHEDULE E - Credit for Income or Wage Taxes Paid by New Jersey Estates or Trusts to Other Jurisdictions

A resident estate or trust may be entitled to a tax credit against its New Jersey tax if its income is from sources outside New Jersey and is subject to both New Jersey Income Tax and the income tax or wage tax imposed by another state of the United States or political subdivision of such state or by the District of Columbia. The fiduciary must complete this schedule to be allowed the credit. Copies of other state(s) or political subdivision(s) tax return(s) must be attached to Form NJ-1041.

Line 40. Enter on this line the amount of income received during the taxable year which was subject to tax by another jurisdiction and also reported on the New Jersey return and included in Schedule E, Line 41. Do not combine the same income subject to tax by more than one jurisdiction. Income subject to tax by foreign countries CANNOT be included in Line 40.

Line 41. Enter on this line the amount of income taxed by New Jersey from Page 1, Line 16 (Gross Income).

Line 42. To compute the amount to be entered on this line divide the income taxed by New Jersey (Schedule E, Line 41) into income taxed by other jurisdictions (Schedule E, Line 40) and multiply the result by the New Jersey Tax (Page 1, Line 23). This is the amount of maximum allowable credit.

Line 43. Enter on this line the total amount of income or wage tax paid to other jurisdictions on the amount of income indicated at Schedule E, Line 40.

Line 44. Enter on this line the LESSER of Schedule E, Line 42 (maximum allowable credit) or Schedule E, Line 43 (income or wage tax paid to other jurisdictions). Also enter this amount on Page 1, Line 25.

SCHEDULE F - Allocation of Business Income to New Jersey

Schedule F must be used by nonresident taxpayers who are required to complete and attach a Gross Income Tax Business Allocation Schedule (Form NJ-NR-A). This schedule is completed only by nonresidents carrying on business both inside and outside New Jersey. See the instructions for Form NJ-NR-A on the next page.

SCHEDULE G - New Jersey Income of Nonresident Estates and Trusts

The New Jersey income tax liability of a nonresident estate or trust is based on the percentage of its total income which comes from New Jersey sources. Tax is computed on income from all sources, and then prorated according to the ratio that New Jersey income bears to income from both inside and outside New Jersey.

Nonresident estates must report their income from all sources (both inside and outside New Jersey) on Lines 6–13 of Form NJ-1041 and their income from New Jersey sources on Lines 1–8 of Schedule G. These figures cannot be copied from figures reported on the Federal return.

Complete Schedule G *before* completing Line 14a of Form NJ-1041. If you complete Schedule G, be sure to attach it to your completed Form NJ-1041.

Lines 1–8

For each of the various categories of income, enter the portion of the estate's or trust's income received during the taxable year that comes from New Jersey sources.

➔ **Important:** For every entry on Lines 6–13 of Form NJ-1041, there should be an entry on the corresponding line on Schedule G. If none of the income in a particular category is from New Jersey sources, enter "0" on the appropriate line on Schedule G.

A nonresident estate or trust which carries on business *both inside and outside New Jersey* must allocate business income to determine the amount of income from New Jersey sources. Complete and attach a separate Business Allocation Schedule (Form NJ-NR-A) for each business required to allocate. Also complete Schedule F on Page 2 of Form NJ-1041.

Line 9

Enter on Line 9 the total of Lines 1–8. Also enter this amount on Line 14a, Form NJ-1041.