

New Jersey Corporation Business Tax Rules Amended

JANUARY 7, 2010

BE IN A POSITION OF STRENGTHSM

The New Jersey Division of Taxation has readopted, with amendments, certain provisions of N.J.A.C. 18:7 to correct technical errors and to reflect recent changes to the corporation business tax rules. The changes include:

- The extension of the 4% surtax on corporation business tax liability for one year, through July 1, 2010;
- The decoupling of the corporation business tax from Internal Revenue Code Sec. 108 (i), which permits the deferral of certain discharge of indebtedness income;
- The extension of the net operating loss carryover period from 7 years to 20 years following any privilege period ending after June 30, 2009; and
- Certain allocation adjustments for privilege periods beginning on or after July 1, 2010. The amendments to N.J.A.C. 18:7 are effective December 21, 2009.

NEW JERSEY HAS RECENTLY AMENDED CERTAIN CORPORATION BUSINESS TAX RULES.

Questions or comments?

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If you have any questions, please contact the WS+B Tax Service Group.



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