ASSEMBLY, No. 3484

STATE OF NEW JERSEY
216th LEGISLATURE

INTRODUCED JUNE 23, 2014

Sponsored by:
Assemblyman JOHN J. BURZICHELLI
District 3 (Cumberland, Gloucester and Salem)

Co-Sponsored by:
Senator Sweeney

SYNOPSIS
Imposes a one-year fifteen percent surcharge on Corporation Business Tax liabilities.

CURRENT VERSION OF TEXT
As introduced.

(Sponsorship Updated As Of: 6/27/2014)
AN ACT imposing a Corporation Business Tax surcharge, amending

BE IT ENACTED by the Senate and General Assembly of the State
of New Jersey:

1. Section 1 of P.L.2006, c.38 (C.54:10A-5.40) is amended to
read as follows:
   1. In addition to the franchise tax paid by each taxpayer
determined pursuant to section 5 of P.L.1945, c.162 (C.54:10A-
5)[.] :
      for privilege periods ending on or after July 1, 2006 but before
July 1, 2010, each taxpayer shall be assessed and shall pay a surtax
equal to 4% of the amount of the liability determined pursuant to
section 5 of P.L.1945, c.162 (C.54:10A-5) ;and
      for privilege periods ending on or after July 1, 2014 but before
July 1, 2015, each taxpayer shall be assessed and shall pay a surtax
equal to 15% of the amount of the liability determined pursuant to
section 5 of P.L.1945, c.162 (C.54:10A-5).

   The surtax imposed under this section shall apply to the liability
remaining after application of any credits allowed against that
liability other than credits for installment payments, estimated
payments made with a request for an extension of time for filing a
return, or overpayments from prior privilege periods. The surtax
imposed under this section shall be due and payable in accordance
with section 15 of P.L.1945, c.162 (C.54:10A-15), and the surtax
shall be administered pursuant to the provisions of P.L.1945, c.162
(C.54:10A-1 et seq.). Notwithstanding the provisions of any other
law to the contrary, no credits shall be allowed against the surtax
liability computed under this section except for credits for
installment payments, estimated payments made with a request for
an extension of time for filing a return, or overpayments from prior
privilege periods.
(cf: P.L.2009, c.72, s.1)

2. This act shall take effect immediately and apply to privilege
periods ending on or after July 1, 2014.

STATEMENT

This bill imposes a one-year fifteen percent surcharge on
Corporation Business Tax (CBT) liabilities. The purpose of this
bill is to increase the amount of revenue generated by the CBT and
made available for the State budget. The surcharge is calculated as

EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is
not enacted and is intended to be omitted in the law.

Matter underlined thus is new matter.
fifteen percent of annual CBT liabilities with allocable credit
restricted to payment. The surcharge is in effect for tax years
ending on or after July 1, 2014 but before July 1, 2015.