

**NEW JERSEY CORPORATION BUSINESS TAX  
EFFLUENT EQUIPMENT TAX CREDIT**

Name as Shown on Return	Federal ID Number	NJ Corporation Number
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**PART I QUALIFICATIONS**

- Did the taxpayer purchase the effluent treatment equipment or conveyance equipment in a tax period beginning on or after July 1, 2002?  YES  NO
- Has the taxpayer applied for or received a determination of environmentally beneficial operation from the Commissioner of the Department of Environmental Protection with respect to the equipment for which the credit is sought?  YES  NO
- Is the equipment used exclusively in New Jersey?  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 the Effluent Equipment Tax Credit, otherwise go to PART II.

**PART II EFFLUENT TREATMENT AND CONVEYANCE EQUIPMENT**

(A) DESCRIPTION	(B) MONTH & YEAR PLACED IN SERVICE	(C) COST	(D) LOAN AMOUNT FROM DEPT OF ENVIRONMENTAL PROTECTION PLUS SALES & USE TAX PAID	(E) COLUMN (C) MINUS COLUMN (D)	(F) 50% OF COLUMN (E)	(G) # OF MONTHS USED IN N.J.	(H) COLUMN (F) X COLUMN (G) DIVIDED BY 12	(I) CREDIT USED IN PRIOR YEARS
a)								
b)								
c)								
d)								
e)								
<b>TOTAL</b>								

**PART III CALCULATION OF EFFLUENT EQUIPMENT TAX CREDIT**

4. Enter the total of column (H), PART II	4.	
5. Enter the total of column (I), PART II	5.	
6. Subtract line 5 from line 4	6.	
7. ENTER 20% (.20) OF LINE 4	7.	
8. Enter the lesser of line 6 or line 7	8.	
9. Enter tax liability from page 1, line 9 of CBT-100 or BFC-1, or line 4 of CBT-100S	9.	
10. Enter the required minimum tax liability as indicated in instruction (b) for Part III	10.	
11. Subtract line 10 from line 9	11.	
12. Enter 50% (.50) of the tax liability reported on line 9	12.	
13. Enter the lesser of line 11 or line 12	13.	

**PART III CALCULATION OF EFFLUENT EQUIPMENT TAX CREDIT**

<p>14. Tax Credits taken on current year's return:</p> <p>a) _____</p> <p>b) _____</p> <p>c) _____</p> <p>d) _____</p> <p style="text-align: right;">.....Total</p>	14.	
<p>15. Subtract line 14 from line 13. If the result is less than zero, enter zero .....</p>	15.	
<p>16. Allowable credit for the current tax period. Enter the lesser of line 8 or line 15 here and on Schedule A-3 of the CBT-100, the CBT-100S or the BFC-1. ....</p>	16.	

**INSTRUCTIONS**

This form must be completed by any taxpayer claiming an effluent equipment tax credit on Form CBT-100, Form CBT-100S or Form BFC-1 in accordance with N.J.S.A 54:10A-5.31, P.L. 2001, c32, Section 1. A completed Form 312 must be attached to the return to validate the claim.

**PART I QUALIFICATIONS**

In order to be eligible for the tax credit, the answer to all questions in Part I must be "YES". If the answer to any of the questions is "NO", the taxpayer is NOT entitled to the Effluent Equipment Tax Credit.

Taxpayers that have received the determination of environmentally beneficial operation from the Commissioner of the Department of Environmental Protection must attach a copy of each determination along with Form 312 to the tax return. Also, taxpayers must include an affidavit stating that the treatment equipment or conveyance equipment is or will be used exclusively in New Jersey.

**NOTE:** No amount of cost included in the calculation of this tax credit shall be included in the costs for calculation of any other credit against the tax imposed pursuant to section 5 of P.L. 1945, c.162 (N.J.S.A. 54:10A-5).

**PART II EFFLUENT TREATMENT AND CONVEYANCE EQUIPMENT**

Complete the information requested in each of the columns (A) through (I) for each piece of equipment. If additional space is needed, attach a rider in like format containing the information required in columns (A) through (I).

The cost amount to be reported in Column (C) is the invoice cost of the equipment.

Column (D) must reflect the total of the amount of any loan from the Department of Environmental Protection made pursuant to section 5 of P.L. 1981, c. 278 as amended (N.J.S.A. 13:1E-96) plus the amount of any Sales and Use Tax paid pursuant to P.L. 1966, c.30 as amended (N.J.S.A. 54:32B-1 et seq.).

Enter in Column (G) the number of months that the equipment was used in New Jersey during the period covered by the return.

The prorated credit amount, reported in Column (H), is computed by multiplying Column (F) by Column (G) and dividing the result by 12.

Enter the totals of the amounts reported in Columns (H) and (I) in the space provided.

**PART III CALCULATION OF THE EFFLUENT EQUIPMENT TAX CREDIT**

a) The total and allowable Effluent Equipment Tax Credit for the current year is calculated in Part III. The amount of this credit in addition to the amount of any other tax credits taken is limited to 50% of the taxpayer's total tax liability and cannot exceed an amount which 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	CBT-100S
Less than \$100,000	\$500.00	\$375.00
\$100,000 or more but less than \$250,000	\$750.00	\$562.00
\$250,000 or more but less than \$500,000	\$1,000.00	\$750.00
\$500,000 or more but less than \$1,000,000	\$1,500.00	\$1,125.00
\$1,000,000 or more	\$2,000.00	\$1,500.00

provided however that for a taxpayer that is a member of an affiliated or controlled group which has a total payroll of \$5,000,000 or more for the return period, the minimum tax shall be \$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.

**UNUSED TAX CREDITS**

Unused tax credits may be claimed in subsequent tax years subject to the limitations set forth on this form.