

# ASSEMBLY, No. 4725

## STATE OF NEW JERSEY 212th LEGISLATURE

INTRODUCED JULY 5, 2006

**Sponsored by:**

**Assemblyman JOSEPH J. ROBERTS, JR.**

**District 5 (Camden and Gloucester)**

**SYNOPSIS**

Imposes a 4.5% surcharge on corporation business tax liability.

**CURRENT VERSION OF TEXT**

As introduced.



1 AN ACT imposing a surcharge on corporation business tax liability,  
2 supplementing P.L.1945, c.162 (C.5410A-1 et seq.).

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

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7 1. In addition to the franchise tax paid by each taxpayer  
8 determined pursuant to section 5 of P.L.1945, c.162 (C.54:10A-5),  
9 for privilege periods ending on or after July 1, 2006 but before July  
10 1, 2009, each taxpayer shall be assessed and shall pay a surtax equal  
11 to 4.5% of the amount of the liability determined pursuant to  
12 section 5 of P.L.1945, c.162 (C.54:10A-5) remaining after  
13 application of any credits allowed against that liability other than  
14 credits for installment payments, estimated payments made with a  
15 request for an extension of time for filing a return, or overpayments  
16 from prior privilege periods. The surtax imposed under this section  
17 shall be due and payable in accordance with section 15 of P.L.1945,  
18 c.162 (C. 54:10A-15), and the surtax shall be administered pursuant  
19 to the provisions of P.L.1945, c.162 (C.54:10A-1 et seq.).  
20 Notwithstanding the provisions of any other law to the contrary, no  
21 credits shall be allowed against the surtax liability computed under  
22 this section except for credits for installment payments, estimated  
23 payments made with a request for an extension of time for filing a  
24 return, or overpayments from prior privilege periods.

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26 2. This act shall take effect immediately.

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#### STATEMENT

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31 This bill imposes a 4.5% surcharge on corporation business tax  
32 liability for corporation tax years ending in State fiscal years 2007,  
33 2008 and 2009.

34 This bill imposes the surcharge on the liability of corporations,  
35 determined after the allowance of the various business incentive  
36 credits. The bill disallows the application of the various business  
37 incentive credits against the surtax, but allows application of credits  
38 for prepayment of tax liability.