

ASSEMBLY, No. 2008

STATE OF NEW JERSEY
219th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2020 SESSION

Sponsored by:

Assemblyman JON M. BRAMNICK
District 21 (Morris, Somerset and Union)

Co-Sponsored by:

Assemblymen Space and Wirths

SYNOPSIS

Requires Director of Division of Taxation to study impact of State business income taxes on business out-migration, business formation, and employment.

CURRENT VERSION OF TEXT

Introduced Pending Technical Review by Legislative Counsel.



1 AN ACT requiring the Director of the Division of Taxation to study
2 the impact of New Jersey business income taxes on business out-
3 migration, formation, and employment, supplementing Title 54
4 of the Revised Statutes.

5

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

8

9 1. The Director of the Division of Taxation shall engage in a
10 continuous study of New Jersey business income taxes on business
11 out-migration, business formation, and employment within the
12 State. In conducting the study, the director shall examine data
13 available from corporation, partnership, and other New Jersey
14 income tax returns the director deems appropriate.

15 The director shall annually make a Tax Policy Impact Report
16 consisting of the study's findings and recommendations, including
17 whether any State or local tax laws or policies may be modified to
18 improve the State's business climate and decrease the financial
19 impact of taxes on businesses residing in the State. The director
20 shall submit such report annually on or before January 1 to the
21 Governor and, pursuant to section 2 of P.L.1991, c.164 (C.52:14-
22 19.1), to the Legislature.

23

24 2. This act shall take effect immediately.

25

26

27

STATEMENT

28

29 This bill directs the Director of the Division of Taxation in the
30 Department of the Treasury ("director") to engage in a continuous
31 study of the impact of New Jersey business income taxes on
32 business out-migration, business formation, and employment and
33 create a Tax Policy Impact Report for annual submittal to the
34 Governor and Legislature. In conducting the study, the director
35 would examine data available from corporation, partnership, and
36 other appropriate New Jersey income tax returns. The Tax Policy
37 Impact Report would consist of the study's findings and
38 recommendations, including whether any State or local tax laws or
39 policies may be modified to improve the State's business climate
40 and decrease the financial impact of taxes on businesses residing in
41 New Jersey.