



State of New Jersey

DEPARTMENT OF THE TREASURY
DIVISION OF TAXATION
PO Box 269
TRENTON NJ 08695-0269

JON S. CORZINE
Governor

BRADLEY I. ABELOW
State Treasurer

IMPORTANT NOTICE FOR FILERS OF RETURN FORM ST-250

Public Law 2006, Chapter 44, effective July 15, 2006, increased the Sales and Use Tax rate from 6% to 7%. Therefore, the NJ State Sales Tax on Luxury Items rate is increased from 3% to 4%. The Atlantic City Luxury Tax remains the same.

Enclosed you will find a monthly return for July, 2006 and a transitional worksheet with instructions to be completed prior to preparing the ST-250 return.

As a business operating in New Jersey you are required to comply with these changes.

NJ State Sales Tax On Luxury Items

For sales that occurred between July 1, 2006 and July 14, 2006, the NJ State Sales Tax on Luxury Items of 3% is applied. The tax rate of 4% is applied for sales from July 15, 2006 through July 31, 2006. For all other subsequent returns, the NJ State Sales Tax on Luxury Items (Column (B)) is subject to the 4% sales tax rate. The Atlantic City Luxury Tax remains the same.

Worksheet

The enclosed worksheet should be used to record your gross receipts, deductions and amount of NJ State Sales Tax on Luxury Items due **for the month of July, 2006 only**. Record the totals from each line in Column B-3 on the corresponding lines, in Column (B) of the ST-250 return form. Completion of Column (A) of the ST-250 return form has not changed. After you have completed the return, mail the return with any payment to the address provided on the return.

DO NOT MAIL THIS WORKSHEET BACK TO THE DIVISION. You must retain this worksheet for at least four years in case of audit.

Future Returns

You are required to file all subsequent ST-250 returns with the new tax rate. Future returns will reflect the 4% sales tax.

You will receive new ST-250 returns containing the new 4% rate for return months August, 2006 through December, 2006.

For more information **by phone** call the Division of Taxation's Customer Service Center at **609-292-6400**. TTY Equipment users call **1-800-286-6613** (within NJ, NY, PA, DE, and MD) or **609-984-7300** (anywhere). **Online users** should visit the Division of Taxation Web site at www.state.nj.us/treasury/taxation or **E-mail** us at nj.taxation@treas.state.nj.us. If you wish to **write** to the Division send your inquiry to New Jersey Division of Taxation, Information and Publications Branch, PO Box 281, Trenton, NJ 08695-0281.