



STATE OF NEW JERSEY
DEPARTMENT OF THE TREASURY
DIVISIONS OF TAXATION AND REVENUE

JON S. CORZINE
GOVERNOR

R. DAVID ROUSSEAU
STATE TREASURER

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SPECIAL NOTICE TO TAX PRACTITIONERS

It is our pleasure to inform you that more than 2.5 million 2007 New Jersey income tax returns were filed electronically, an increase of 11% from the previous filing season. This increase is undoubtedly due, in substantial part, to the cooperation of tax practitioners. For this, please accept our heartfelt thanks and appreciation.

The 2008 tax season is here and we'd like to remind you that the requirement for the electronic filing of New Jersey tax returns has changed. If you prepared or filed **25 or more** 2007 New Jersey Resident Income Tax Returns, you will be required to electronically file **all** 2008 NJ Resident Income Tax Returns for clients who do not opt-out. In order for a client to opt-out, an Opt-Out form (Form NJ-1040-O) must be completed and retained in your files. Failure to comply may result in a \$50 penalty for each tax return that was not electronically filed as required.

This year, as last year, there are two electronic filing methods available for filing your clients' tax returns – NJ WebFile and Federal/State E-File. NJ WebFile allows you to file New Jersey income tax returns online and will be available for filing 2008 tax returns beginning later this month. Access NJ WebFile at <http://www.njwebfile.com/>. Additional information about the service is available on the Division of Taxation's website at <http://www.state.nj.us/treasury/taxation/>.

Federal/State E-File provides for the electronic filing of both New Jersey and Federal income tax returns. In order to participate in the E-File Program, you must be enrolled as an Electronic Return Originator (ERO) and have an Electronic Filing Identification Number assigned by the Internal Revenue Service. Please visit the Division of Revenue's website at <http://www.state.nj.us/treasury/revenue/efile.htm> for additional information about E-File.

In addition to the electronic filing requirement for Resident Income Tax Returns, we wish to remind you that there is also an electronic filing requirement for New Jersey Partnership Returns (Form NJ-1065). When required, these returns must be filed electronically by partnerships having 10 or more partners. For additional information, please visit the Division of Revenue's website at <http://www.state.nj.us/treasury/revenue/partnerships.htm> or call the Division's Alternate Filing Branch at 609-633-1132.

Your participation in the New Jersey E-File Program benefits everyone. It is fast, accurate and secure. If you have questions regarding the program, please contact us by email at nj.taxation@treas.state.nj.us or by phone at (609) 633-6657. Or, if you would like to receive updates regarding electronic filing requirements and other tax matters, visit the Taxation website to subscribe to the electronic newsletter, NJ Tax E-News.

Handwritten signature of Maureen Adams in cursive.

Maureen Adams, Director
Division of Taxation

Handwritten signature of James J. Fruscione in cursive.

James J. Fruscione, Director
Division of Revenue