



NEW JERSEY

Tax Credit Programs

Business Retention and Relocation Assistance Grant (BRRAG) Tax Credit Certificate Transfer Program

If You Are:

A New Jersey-based business with unused amounts of Business Retention and Relocation Assistance Grant (BRRAG) tax credits.

You Can:

Raise cash by selling your unused BRRAG tax credits to other unaffiliated New Jersey businesses for at least 75% of their value.

To Be Used For:

The offset of relocation costs.

Program Details:

The purpose of the program is to allow businesses in New Jersey with unused BRRAG tax credits to surrender those tax credits to other corporations desiring such credits, in exchange for private funding to assist with costs incurred by the relocating business.

A BRRAG tax credit may be applied against liability arising in the tax period in which the tax credit is issued and the tax period following, and shall expire thereafter. However, it is possible that unused credits that remain stranded in the allowable periods may be utilized in the event of future additional liability for such allowable periods, like an audit assessment. Therefore, eligibility for this program will require the selling business to certify that to the best of its knowledge, it cannot use the tax credits originally issued for the tax periods in which the credits are allowable.

A business may apply to the program if it:

- Entered into a BRRAG project agreement and is not in default of that project agreement;
- Has unused amounts of BRRAG tax credits issued and otherwise allowable;
- Certifies that it cannot use the BRRAG tax credits originally issued for the tax periods in which the credits are allowable; and
- Has incurred or will incur expenses in connection with the operation of the business in the State, including but not limited to, the expenses of fixed assets, such as construction and acquisition and development of real estate, materials, startup, tenant fit-out, working capital, salaries, research and development expenditures and any other expenses determined by the New Jersey Economic Development Authority (EDA) to be necessary to carry out the purpose of the Business Retention and Relocation Assistance Act.



THE STATE OF NEW JERSEY

www.NewJerseyBusiness.gov • 866-534-7789

continued

Business Retention and Relocation Assistance Grant (BRRAG) Tax Credit Certificate Transfer Program

Fees:*

- Application fee: \$1,000

Division of Taxation Tax Clearance Certificate Application Processing Fee: \$75 for standard processing; \$200 for expedited processing (response within three business days).

For more information on Business Retention and Relocation Assistance Grant (BRRAG), visit www.njeda.com.

*All fees are non-refundable.



THE STATE OF NEW JERSEY

www.NewJerseyBusiness.gov • 866-534-7789

The company we keep,
keeps getting better.