



NEW JERSEY

Tax Credit Programs

Research and Development Tax Credit

If You Are:

A businesses conducting research and development for a new or improved product, process or software program.

You May Be Eligible For:

New Jersey's Research and Development Tax Credit program.

In The Amount Of:

A tax credit of 10% of the excess research expenses over a base year amount plus 10% of basic research payments.

To Be Used For:

Qualified research is limited to scientific experimentation or engineering activities designed to aid in the development of a new or improved product, process, technique, formula, invention, or computer software programs held for sale, lease, or license, or used by the taxpayer in a trade or business.

Benefits:

The Research and Development Tax Credit is designed to support increased research activities.

Program Details:

- No recycling equipment credit, new jobs investment tax credit or manufacturing equipment and employment investment tax credit may be allowed for any property for which the research activities credit is allowed or that is included in the calculation of the research activities credit.
- Unused tax credits in any year may be carried forward for up to seven years, or in the case of certain high-tech industries, 15 years.
- Unused tax credits may be sold under the Technology Business Tax Certificate Transfer program.
- Research activities must be conducted in New Jersey.

For more information on the Research and Development Tax Credit, visit www.state.nj.us/njbusiness/financing/tax/science.shtml#1.



THE STATE OF NEW JERSEY

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The company we keep,
keeps getting better.