



CONTACT US

609 - 292 - 6400

[nj.gov/treasury/taxation/
contact.shtml](https://nj.gov/treasury/taxation/contact.shtml)



ADDITIONAL RESOURCES

The Military Sales Tax Deferment Application (Form MD-1) can be found at:

[nj.gov/treasury/taxation/
pdf/MD1.pdf](https://nj.gov/treasury/taxation/pdf/MD1.pdf)

For details on these programs and more, visit our **Military Personnel & Veterans** pages at:

[nj.gov/treasury/taxation/
military/taxinformation.shtml](https://nj.gov/treasury/taxation/military/taxinformation.shtml)

The New Jersey
Division of Taxation Presents:

Military and Veteran Benefits

Are you a New Jersey resident, serving out of State, or a disabled veteran planning to buy a new car?

There is a special perk just for you!

Discover the tax benefits designed to help active duty personnel and disabled veterans when purchasing a vehicle.



SALES TAX

DISABLED VETERANS

If you are a disabled veteran and you received money from the U.S. Department of Veterans Affairs (VA) or the New Jersey Department of Military and Veterans Affairs (NJDMA) to buy a car, you do not have to pay Sales Tax on the amount you received for the vehicle.

This exemption only applies if the money or loan for the car comes directly from the VA or NJDMA. To be fully exempt from Sales Tax, the funds from the VA or NJDMA must cover the entire purchase price of the car.

If you use both your own money and funds from the VA or NJDMA to buy the car, you must pay Sales Tax on the portion you pay out of your own pocket.

MILITARY SALES TAX DEFERMENT

If you are a New Jersey resident service member stationed outside New Jersey, you can buy a vehicle, title it in New Jersey, and wait to pay the Sales Tax until you bring the car home.

To do this:

- Fill out the Military Sales Tax Deferment Application (Form MD-1);
- Get it notarized; and
- Mail it to the address on the form.

Once your application is approved, you will receive a Letter of Deferment. Hold onto this letter; you must present it when you title your vehicle in New Jersey. If you do not have the letter when you title the vehicle, you will have to pay the Sales Tax at that time.

You can only defer tax for one vehicle at a time. If you already have a deferment, you must pay the tax or show you no longer own that car before getting a new deferment.

