



Income Tax

Filing Deadline

The filing deadline is Wednesday April 15, 2026 for calendar year taxpayers – matching the due date for the federal Form 1040.

New Exemption on Certain Capital Gains Effective for Tax Year 2026

[P.L. 2025, c.67](#) Exempts capital gains on qualified small business stock for New Jersey Gross Income Tax to the extent that they are exempt federally under section 1202 of the federal internal revenue code of 1986 (26 U.S.C. s.1202).

Child Tax Credit

Resident taxpayers with taxable income of \$80,000 or less are eligible for a refundable credit of up to \$1,000 for each dependent who is age 5 or younger on the last day of the tax year (born 2020 or later). Taxpayers whose filing status is married filing separately are not eligible for this credit.

If the taxable income (line 42) is:	The credit per child is:
\$30,000 or less	\$1,000
Over \$30,000 but not over \$40,000	\$800
Over \$40,000 but not over \$50,000	\$600
Over \$50,000 but not over \$60,000	\$400
Over \$60,000 but not over \$80,000	\$200

Earned Income Tax Credit

Resident taxpayers who meet the federal Earned Income Tax Credit eligibility requirements also qualify for the New Jersey Earned Income Tax Credit. The New Jersey Earned Income Tax Credit for 2025 is 40% of the federal Earned Income Tax Credit.

Federal Income Limits		
Dependents	Single, Head of Household, Widowed	Married Filing Joint
0	\$19,104	\$26,214
1	\$50,434	\$57,554
2	\$57,310	\$64,430
3	\$61,555	\$68,675

Credit for

Excess UI/WF/SWF; DI; FLI Withheld

For 2025, the maximum employee unemployment insurance/workforce development partnership fund/supplemental workforce fund contribution was \$184.02. The maximum employee disability insurance contribution was \$380.42. The maximum employee family leave insurance contribution was \$545.82. Workers who had two or more employers may have contributed more than the maximum amount(s). To claim credit on the tax return for excess withholding, complete Form NJ-2450. **Note:** The rate for NJ disability insurance contributions was reinstated in 2025 after being 0 for Tax Years 2023 & 2024.

Credit for Taxes Paid to Other Jurisdictions

Philadelphia's 2025 nonresident wage tax rate from January 1, 2025 – June 30, 2025 was 3.44% (.0344). Effective July 1, 2025 the rate decreased to 3.43% (.0343).



Property Tax Relief

Application for Seniors and Certain Disabled Residents

Residents who are 65 or older, receiving Social Security Disability or Railroad Retirement Disability benefits on December 31, 2025, will use form PAS-1 to apply for benefits under the ANCHOR, Senior Freeze (Property Tax Reimbursement), and the Stay NJ programs for 2025. The application is expected to be available in February 2026. This application will have both a paper and online filing option.

Senior Freeze (Property Tax Reimbursement)

The Senior Freeze program reimburses eligible senior citizens or disabled persons for property tax increases on their principal residence (main home). Eligible residents must file the **PAS-1** combined Property Tax Relief application.

The 2025 application is part of the combined Property Tax Relief application as required by Stay NJ legislation.

Eligibility Requirements:

Age 65 or older, receiving federal social security disability, or Railroad Retirement Disability as of 12/31/25

Owned and lived in your New Jersey home since 12/31/2022

Property taxes or site fees must be paid in full

Income Limits, total annual income must be:

2024: \$168,268 or less, and

2025: \$172,475 or less

Income. Significant changes have been made to the income worksheet.

Income Calculation includes:

- Total Income reported on Form NJ-1040,
- Tax Exempt Interest,
- Distributions from or rollovers to a Roth IRA,
- Other retirement income excluded from taxation; and
- Federal Social Security

First-time filers. The age requirement and 3 year residency requirement are now required to be met by the end of the application year, and not the end of the base year.

Filers with an established base year. There is a one-time exception that allows second year and later filers to retain their base year if their income exceeds the limit one year. As long as their income in the subsequent tax year does not exceed the income limit again *and* they meet all the other filing requirements, the filer will not have to establish a new base year. By filing the application, the claimant may retain their base year; however, they will be ineligible for reimbursement in the year that their income exceeds the limit.

Proof of property taxes are no longer required for **first year filers** or **second year and later filers**.



ANCHOR Program

New Jersey residents who owned or rented their principal residence (main home) in New Jersey may be eligible for an ANCHOR benefit. The home must have been subject to property taxes in 2025. Both homeowners and renters must also meet certain income limits.

Homeowner Income Limits	Renter Income Limits
\$250,000 or less	\$150,000 or less

Filing

Seniors (age 65 and older) or Disabled Residents (receiving SSD or RRD benefits)

- Combined Property Tax Relief Application
 - Paper or Electronic
 - Expected February 2026

Non-Senior & Non-Disabled

- Applications Available Summer 2026

STAY NJ

Stay NJ is a property tax relief program for New Jersey seniors who owned their principal residence (main home) in New Jersey and had income of less than \$500,000 for 2025. The benefit is one-half of the property taxes (or payment-in-lieu-of-taxes) billed for the applicant's main home. However, there is a cap on the benefit amount. For 2024, the maximum benefit was \$6,500. For 2025, the maximum benefit will increase by the State's average residential property tax increase but that percentage won't be finalized until January. Payments for the 2025 Stay NJ Program will be paid quarterly beginning February 1, 2027. Eligible residents must file Form PAS-1 to apply.

Note: Additional information about the 2025 Stay NJ Program, including the maximum benefit amount, will be posted to the Division's website (nj.gov/taxation)

Filing:

In February 2026 the PAS-1, Property Tax Relief application is expected to be released and will include Stay NJ, Property Tax Reimbursement, and ANCHOR.

Note: All property tax relief programs are subject to State budget approval.



Business Taxes

Sales Tax Exemption on Zero Emission Vehicles

As of June 30, 2025, the exemption on zero emission vehicles has ended. The repeal began on October 1, 2024 under [P.L. 2024, c.19](#). The repeal of this exemption took place in phases as listed below:

Period when Zero Emission Vehicle is Sold	Sales Tax Rate
10/01/2024 – 06/30/2025	3.3125%
06/30/2025 and on	6.625%

Prior to the repeal of this exemption, sales, leases, and rentals of zero emission vehicles were not assessed Sales Tax in New Jersey. The customer to obtain this exemption used an ST-4 and the dealer used an ST-4EV to report the exemption to the Division.

Sales Tax Exemption on Metal Bullion & Investment Coins

[P.L. 2024, c.64](#) establishes a new Sales Tax exemption for metal bullion and investment coins. The sale of metal bullion and investment coins are exempt from sales tax beginning 01/01/2025.

Online Gaming and Wagering Tax Increase

[P.L. 2024, c.66](#) Effective July 1, 2025, increases certain online gaming and wagering tax as seen below.

Tax Type	Rate Prior to July 1, 2025	Rate After July 1, 2025
Internet Casino Gaming Tax	15%	19.75%
Internet Sports Wagering Tax	13%	19.75%
Daily Fantasy Sports Operating Fee	10.5%	19.75%

Corporate Transit Fee

[P.L. 2024, c.20](#) imposes a Corporate Transit Fee in the amount of 2.5% on taxable net income over \$10 million. The Corporate Transit Fee is effective January 1, 2024, and does not apply to public utility companies or New Jersey S Corporations.

Note: The previous Corporation Business Tax Surtax expired 12/31/23.

Filing Procedures for S Corporations and their QSSS (es)

Effective for tax year 2024 and forward, S corporations and their QSSS(es) are no longer required to file separate returns. The parent and QSSS must now file the CBT-100S together on one return. For more information, see the online Notice: [Moving QSSS Payments to the S corporation Parent's Account](#).

Mediation Pilot Program

The New Jersey Division of Taxation is launching a pilot mediation program on October 1, 2025. Mediation will offer a new option allowing taxpayers to resolve certain types of state tax controversies with the expectation of reducing the number of protests progressing to the Conference and Appeals Branch (“CAB”) and the complaints filed with the New Jersey Tax Court. For more information, see the online Notice: [Mediation Pilot Program](#).



Resources

Tax Practitioner Contacts

Tax Practitioner Hotlines
Business Hours 8:30am – 4:00pm
Income Tax (609) 633-6657
Business Tax (609) 633-6905

Tax Practitioner Priority Email
Practitioner.Tax@treas.nj.gov

General Contact Information

Customer Service Center
Business Hours 8:00am – 4:00pm
609-292-6400

ANCHOR Hotline
Business Hours 8:30am – 5:30pm
1-888-238-1233

Make an appointment:
<https://www.nj.gov/treasury/taxation/contact-office.shtml>

Senior Freeze Hotline
Business Hours 8:30am – 5:30pm
1-800-882-6597

Regional Offices

You may visit our website for addresses to our Regional Offices located in Cranford, Fair Lawn, Freehold, Galloway, and Trenton

<https://www.nj.gov/treasury/taxation/contact-office.shtml>

Appointments are recommended but not required

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www.nj.gov/taxation

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