

FORM 320-IPT
(8-25)

New Jersey Insurance Premiums Tax
Grow New Jersey Assistance Tax Credit

TAX YEAR	For Calendar Year Ending December 31, _____	
Name as Shown on Return	Federal ID Number	NAIC Number

Read The Instructions Before Completing This Form

Part I Qualifications		
1. Does the taxpayer have written approval from the New Jersey Economic Development Authority to receive a Grow New Jersey Assistance Tax Credit?	<input type="checkbox"/> YES	<input type="checkbox"/> NO
2. Has the taxpayer received the original tax credit certificate or credit transfer certificate issued by the New Jersey Division of Taxation?	<input type="checkbox"/> YES	<input type="checkbox"/> NO
3. The taxpayer acknowledges that the original tax credit certificate or credit transfer certificates issued by the New Jersey Division of Taxation must be submitted prior to credit application	<input type="checkbox"/> YES	<input type="checkbox"/> NO
Note: If the answer to question 1 or 2 is "NO," do not complete the rest of this form. The taxpayer is not eligible for this tax credit. Otherwise, go to Part II.		
Part II Calculation of the Available Grow New Jersey Assistance Tax Credit		
4. Unused credit carryforward – from line 11 of the previous year's Form 320-IPT	4.	
5. Enter the tax credit amount approved for the current tax period by the New Jersey Economic Development Authority as reported on the original tax credit certificate or tax credit transfer certificate	5.	
6. Total Grow New Jersey Assistance Tax Credit available for this tax period – add lines 4 and 5..	6.	
Part III Calculation of the Allowable Credit Amount		
7. Enter tax liability from the applicable IPT form (DEXM, page 2, line 18; DEM, page 2, line 19; EXM, page 3, line 42; or EM, page 3, line 27).....	7.	
8. Other Business Tax Credits taken on current year's return		
(a) _____		
(b) _____		
(c) _____		
(d) _____		
..... Total	8.	
9. Remaining tax liability after other Business Tax Credits – subtract line 8 from line 7.....	9.	
10. Allowable credit for the current tax period – enter the lesser of line 6 or line 7 here and on Schedule BTC of Form DEXM, DEM, EXM, or EM	10.	
11. Unused Credit Carryforward (If line 6 is greater than line 10, enter line 6 minus line 10)	11.	

Instructions for Form 320-IPT

Purpose of this Form

This form must be completed by any taxpayer that claims a tax credit on Form DEM, DEXM, EM, or EXM as provided for in N.J.S.A. 34:1B-242 et seq. A completed Form 320-IPT must be attached to the return to validate the claim.

The Grow New Jersey Assistance Tax Credit is available to businesses creating or retaining jobs in New Jersey and making a qualified capital investment at a qualified business facility in a qualified incentive area as defined in the Grow New Jersey Assistance Act. This includes affiliates of the business located in the qualified business facility and tenants that are businesses in the qualified business facility. The capital investment requirements, employment requirements, and amount of the credit vary by qualified investment area and industry type.

A business that is a partnership is not allowed the tax credit directly. If the tax credit is issued to a partnership, each owner of the partnership is issued an amount of the tax credit that is equal to the owner's share, whether or not distributed, of the total distributive income or gain of the partnership for its tax period ending within or with the owner's tax period, or that proportion that is allocated by a partnership agreement.

The tax credit can be applied to 100% of the tax liability. The unused amount of the annual credit can be used during a 20-year carryforward. The business may also apply for a tax credit transfer certificate with the Division of Taxation to transfer unused tax credits from the Grow New Jersey Assistance Program from any year, to sell the unused tax credits to another business. The tax credits must be sold for no less than 75% of the value of the tax credits, and the purchaser is subject to the same limitations and conditions as the seller of the tax credits.

The credit amount may first be taken by the tax certificate holder, i.e., the original recipient, for the tax period *for which* it was issued, for the tax period *in which* it was issued, or for any tax period during the commitment period set forth in the incentive agreement with the Economic Development Authority. The tax certificate holder may transfer the tax credit amount on or after the date of issuance for use by the transferee, i.e., the credit purchaser, for the tax period *for which* it was issued, for the tax period *in which* it was issued, or for any of the next three successive tax periods. The tax certificate holder or transferee may first use the credit against tax liabilities for the tax period in which it was issued or for a succeeding tax period **without being required to amend the tax return** for the tax period for which the credit was issued. No more than the amount of tax credits equal to the total credit amount, divided by the duration of the tax credit term, in years, may be taken in any tax period. See N.J.S.A. 34:1B-247(k). An *original recipient* or *tax credit purchaser* can carry forward any unused portion of the tax credit for 20 years from the tax period *for which* the certificate was issued regardless of which tax period the credit is first claimed against.

Taxpayers that purchased the tax credit through the Economic Development Authority tax benefit transfer program may also claim the credit using this form and are bound by the rules and limitations in the applicable credit transfer statute for the credit program.

Taxpayers may sell back tax credits to the state under the Division of Taxation tax credit purchase program. For more information, see [Director's Tax Credit Purchase Program](#).

Part I – Qualifications

To be eligible for the tax credit, the answer to questions 1 and 2 must be "YES." If the answer is "NO," the taxpayer is not entitled to the Grow New Jersey Assistance Tax Credit.

A copy of the tax credit certificate or tax credit transfer certificate, signed by all parties, along with a cover letter and a copy of the completed Form 320-IPT must be submitted by mail to the New Jersey Division of Taxation, Special Audit–Insurance, PO Box 247, Trenton, NJ 08695-0247. Failure to submit this documentation by mail will result in the delay and/or denial of the tax credit claimed.

Part II – Calculation of the Available Grow New Jersey Assistance Tax Credit

Line 5 – The amount of the tax credit is equal to the amount reported on the tax credit certificate or tax credit transfer certificate, referenced in line 2 of the Qualifications section of this form, that was issued by the New Jersey Division of Taxation.

Line 6 – Enter the sum of the tax credit that was carried forward from the previous year and reported on Form 320-IPT Part II line 4 plus the tax credit for the current year reported on Part II line 5 of Form 320-IPT for the current year. This amount is the total Grow New Jersey Assistance Tax Credit available for use in the current year.

Part III – Calculation of the Allowable Credit Amount

Line 8 – Taxpayers claiming multiple Business Tax Credits must list all tax credits already applied against the tax liability to ensure accuracy of the calculation for maximum credit allowable.

Line 11 – **Unused Tax Credits:** Any amount of tax credit that exceeds the final tax liability can be carried forward for use in a later tax year. However, a taxpayer may not carry forward any amount of unused tax credit to a tax year during which a corporate acquisition, with respect to which a taxpayer was a target corporation, occurred or during which the taxpayer was a party to a merger or a consolidation.

Unused Tax Credits

Any unused credit can be carried forward for 20 years from the tax period for which the certificate was issued. Note that each tax credit has its own statutory limitations. The tax credit is not refundable.