

State Tax Matters

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Multistate Tax Alerts

What's new in the States? Our Multistate Tax Alerts highlight selected state tax developments relevant to taxpayers, tax professionals, and other interested persons. Read our more recent alerts below or visit the archive for ones you may have missed.

Archives: http://www.deloitte.com/view/en_US/us/Services/tax/Multistate-Tax/multistate-tax-archive/index.htm?id=us:em:na:stm:eng:tax

New Jersey Budget Includes So-called Tax Loophole Closers Sought by Administration

On June 30, 2014, New Jersey Governor Christie signed into law the Fiscal 2015 Budget, including Assembly Bill No. 3486. The new law contains the following tax law changes:

- Corporate Business Tax Act
 - Amends the statutory definition of "operational" versus "nonoperational" (business versus nonbusiness) income;
 - Places restrictions on when a nonresident owner of a "pass-through entity" may receive a refund of income taxes withheld on that owner's share of "pass-through entity" income; and
 - Provides an adjustment to net operating loss for certain debt cancellation.
- Sales and Use Tax Act
 - Expands the definition of nexus for sales tax collection responsibility to include "click-through" nexus.

The changes to the Corporate Business Tax Act are applicable to privilege periods (taxable years) ending on or after July 1, 2014. The change to the Sales and Use Tax Act is applicable to sales made and other taxable transactions occurring on or after July 1, 2014.

This Multistate Tax Alert summarizes these New Jersey tax law changes.

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URL: http://www.deloitte.com/view/en_US/us/Services/tax/Multistate-Tax/fb9631a9c1617410VgnVCM1000003256f70aRCRD.htm?id=us:em:na:stm:eng:tax:071114

URL: http://www.deloitte.com/assets/Dcom-UnitedStates/Local%20Assets/Documents/Tax/us_tax_multistate_NJ_070714.pdf?id=us:em:na:stm:eng:tax:071114

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