

Line 41 - Credit for Income Taxes Paid to Other Jurisdictions - continued

than one jurisdiction (e.g., New York State and New York City or Delaware and Maryland), use the code for "Multiple Jurisdictions." If the jurisdiction to which you paid taxes is not listed, use the code for "Other."

**Line 42 - Balance of Tax**

Subtract Line 41 from Line 40 and enter the result on Line 42.

**Line 43 - Sheltered Workshop Tax Credit**

Enter on Line 43 your Sheltered Workshop Tax Credit for the current year from Part IV, line 12 of Form GIT-317. Enclose a copy of Form GIT-317 with your return and retain a completed copy for your records.

**Line 44 - Balance of Tax After Credit**

Subtract Line 43 from Line 42 and enter the result on Line 44.

**Line 45 - Use Tax Due on Internet, Mail-Order, or Other Out-of-State Purchases**

**New for 2012** Complete Worksheet G below to determine the amount to report on Line 45.

When you purchase taxable items or services to be used in New Jersey but do not pay sales tax, you owe use tax. This commonly occurs when purchases are made on the Internet, by phone or mail order, or outside the State from sellers who do not collect New Jersey sales tax. The New Jersey use tax rate is the same as the sales tax rate: 7%. If you paid sales tax to another state at a rate less than 7% on a purchase that would have been taxed in New Jersey, you owe use tax based on the difference between the two rates. For example, if you paid 6% sales tax to another state, you owe 1% use tax to New Jersey. No credit is allowed for sales tax paid to a foreign country. You must pay 7% use tax to New Jersey on such purchases.

**Worksheet G – Use Tax Calculation**

Did you purchase any taxable items or services without paying New Jersey sales tax? This includes any Internet, phone, mail-order, or out-of-State purchases on which New Jersey sales tax was not collected, or purchases on which tax was collected at a rate less than 7%. If the answer is "Yes," you owe use tax to New Jersey. If you have already paid all use tax due with Form ST-18, answer "No."

- Yes. Complete Parts I, II, and III to calculate the amount of use tax due.
- No. Enter "0.00" on Line 45, Form NJ-1040.

**Do not leave Line 45 blank.**

**Part I – Use tax due on purchases of items or services costing less than \$1,000 each**  
Complete lines 1a – 1d OR line 2.

*If you know the exact amount of your purchases...*

- 1a. Enter the exact amount of your taxable purchases on which no New Jersey sales tax was collected ..... 1a. \_\_\_\_\_
- 1b. Multiply line 1a by 7% (.07) ..... 1b. \_\_\_\_\_
- 1c. Enter the amount of sales tax collected by other states for purchases on line 1a, up to 7%. Do not include sales tax collected by foreign countries.. 1c. \_\_\_\_\_
- 1d. Subtract line 1c from line 1b. Continue with Part II ..... 1d. \_\_\_\_\_

**OR**

*If you do not know the exact amount of your purchases...*

- 2. Enter the amount of use tax from the Estimated Use Tax Chart below that corresponds to the income you reported on Line 28, Form NJ-1040. Continue with Part II..... 2. \_\_\_\_\_

**Part II – Use tax due on purchases of items or services costing \$1,000 or more each**

- 3a. Enter the exact amount of your taxable purchases on which no New Jersey sales tax was collected ..... 3a. \_\_\_\_\_
- 3b. Multiply line 3a by 7% (.07) ..... 3b. \_\_\_\_\_
- 3c. Enter the amount of sales tax collected by other states for purchases on line 3a, up to 7%. Do not include sales tax collected by foreign countries.. 3c. \_\_\_\_\_
- 3d. Subtract line 3c from line 3b. Continue with Part III..... 3d. \_\_\_\_\_

**Part III – Total Use Tax Due**

- 4. Add the amount from either line 1d or line 2 to the amount on line 3d. Enter here and on Line 45, Form NJ-1040..... 4. \_\_\_\_\_

**(Keep for your records)**

**Estimated Use Tax Chart**

(for Part I, line 2 only)

| <b>If your New Jersey gross income is:</b> | <b>Use Tax</b> | <b>If your New Jersey gross income is:</b> | <b>Use Tax</b>       |
|--|----------------|--|----------------------|
| up to \$15,000.....                        | \$ 14          | \$100,001 – \$150,000.....                 | 134                  |
| \$15,001 – \$30,000.....                   | 44             | \$150,001 – \$200,000.....                 | 170                  |
| \$30,001 – \$50,000.....                   | 64             | \$200,001 and over.....                    | .0852% (.000852)     |
| \$50,001 – \$75,000.....                   | 84             |  | of income, or \$494, |
| \$75,001 – \$100,000.....                  | 106            |  | whichever is less.   |