

**FORM 312
2025**

**New Jersey Corporation Business Tax
Effluent Equipment Tax Credit**

Name as Shown on Return	Federal ID Number	Unitary ID Number, if applicable NU
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Read the instructions before completing this form

Combined Return Filers

The taxpayer is included as a taxable member on a New Jersey combined return. See instructions.
Fill in oval if member is **not** sharing its credit with other members of the group.

Part I Qualifications

- Did the taxpayer purchase the effluent treatment equipment or conveyance equipment in a tax period beginning on or after July 1, 2002? YES NO
- Has the taxpayer applied for or received a determination of environmentally beneficial operation from the Commissioner of the Department of Environmental Protection with respect to the equipment for which the credit is sought? YES NO
- Is the equipment used exclusively in New Jersey? YES NO

Note: If the answer to any of the above questions is "NO," do not complete the rest of this form. The taxpayer does **not** qualify for this tax credit. Otherwise, go to Part II.

Part II Effluent Treatment and Conveyance Equipment

(A) DESCRIPTION	(B) MONTH & YEAR PLACED IN SERVICE	(C) COST	(D) LOAN AMOUNT FROM DEPT OF ENVIRONMENTAL PROTECTION PLUS SALES & USE TAX PAID	(E) COLUMN (C) MINUS COLUMN (D)	(F) 50% OF COLUMN (E)	(G) # OF MONTHS USED IN N.J.	(H) COLUMN (F) X COLUMN (G) DIVIDED BY 12	(I) CREDIT USED/ SHARED IN PRIOR YEARS
a)								
b)								
c)								
d)								
e)								
Total								

Part III Calculation of Available Credit

- Enter the total of column (H), Part II 4.
- Enter the total of column (I), Part II 5.
- Subtract line 5 from line 4 6.
- Enter 20% of line 4 7.
- Total credit available. Enter the lesser of line 6 or line 7. 8.

**Part IV Calculation of Allowable Credit Amount
(Combined return filers DO NOT complete Part IV. Continue with Part V.)**

9. Enter tax liability from page 1, line 2a of CBT-100 or CBT-100S.....	9.	
10. Enter the required minimum tax liability (see instructions)	10.	
11. Subtract line 10 from line 9	11.	
12. Enter 50% of the tax liability reported on line 9	12.	
13. Enter the lesser of line 11 or line 12	13.	
14. Other tax credits used by taxpayer on current year's return (see instructions): (a) _____ (b) _____ (c) _____ (d) _____.....Total	14.	
15. Subtract line 14 from line 13. If zero or less, enter zero	15.	
16. Allowable credit for the current tax period. Enter the lesser of line 8 or line 15 here and on Schedule A-3, Part I of the CBT-100 or CBT-100S	16.	

Name as Shown on Return	Federal ID Number	Unitary ID Number, if applicable NU
Part V Calculation of Allowable Credit Amount – Combined Return Filers ONLY		
17. Enter the group tax liability from Schedule A, Section II, Part III, line 4a, column (c) of CBT-100U ...	17.	
18. Enter the amount from Schedule A, Section II, Part III, line 4b, column (c) of CBT-100U.....	18.	
19. Subtract line 18 from line 17.....	19.	
20. Enter 50% of the tax liability reported on line 17	20.	
21. Enter the lesser of line 19 or line 20.....	21.	
22. Other tax credits used by combined group on current year's return (see instructions): (a) _____ _____ (b) _____ _____ (c) _____ _____ (d) _____ _____.....Total	22.	
23. Subtract line 22 from line 21. If zero or less, enter zero	23.	
24. Allowable credit for the current tax period. Enter the lesser of line 8 or line 23. If sharing , also enter in the member's column of Schedule A-3, Part I of the CBT-100U	24.	
If NOT sharing credit, complete Section B.		
Section B – Combined Return Filers NOT Sharing Credit		
25. a) Enter combined group tax liability from line 17	25a.	
b) Divide line 25a by the combined group allocation factor from Schedule J, line 9	25b.	
c) Member's share of combined group tax liability – Multiply line 25b by member's allocation factor from Schedule J, line 9	25c.	
26. Required minimum tax liability.....	26.	2,000
27. Subtract line 26 from line 25c.....	27.	
28. Enter 50% of the tax liability reported on line 25c	28.	
29. Enter the lesser of line 27 or line 28.....	29.	
30. Other tax credits used by taxpayer on current year's return (see instructions): (a) _____ _____ (b) _____ _____ (c) _____ _____ (d) _____ _____.....Total	30.	
31. Subtract line 30 from line 29. If zero or less, enter zero	31.	
32. Allowable credit for the current tax period. Enter the lesser of line 24 or line 31 here and in the member's column of Schedule A-3, Part I of the CBT-100U	32.	

Instructions for Form 312 **Effluent Equipment Tax Credit**

This form must be completed by any taxpayer claiming an Effluent Equipment Tax Credit on CBT-100, CBT-100U, or CBT-100S in accordance with N.J.S.A. 54:10A-5.31, P.L. 2001, c.32, Section 1.

Unused tax credits may be claimed in subsequent tax years subject to the limitations set forth on this form. The credit cannot be used against the Corporate Transit Fee.

Parts IV and V are used to calculate the allowable credit. Taxpayers filing Forms CBT-100 or CBT-100S complete Part IV and CBT-100U filers complete Part V.

Combined Return Filers

If filing a combined return, the form must be completed by the member that earned the credit. All combined return filers must check the combined return filers box at the top of the form and complete Part V, Section A.

Members Opting Not to Share. In general, tax credits are earned by a member of the combined group and are shareable with the combined group. However, members are not required to share their credits. See N.J.S.A. 54:10A-4.6.i and TB-90(R), *Tax Credits and Combined Returns*. In addition to Section A, members that choose not to share must also complete Part V, Section B and fill in the oval at the top of the form to indicate they are not sharing the credit.



Taxpayers must include the appropriate credit form in the year the credit was earned even if they are not claiming the credit on their tax return.

Part I – Qualifications

To be eligible for the tax credit, the answer to all questions in Part I **must** be “YES.” If the answer to any of the questions is “NO,” the taxpayer is **not** entitled to the Effluent Equipment Tax Credit.

A completed Form 312 must be included with the CBT-100, CBT-100S, or CBT-100U return to validate the claim. Taxpayers that have received the determination of environmentally beneficial operation from the Commissioner of the Department of Environmental Protection **must** include a copy of each determination with the tax return. Also, taxpayers must include an affidavit stating that the treatment equipment or conveyance equipment is or will be used exclusively in New Jersey.

Note: No amount of cost included in the calculation of this tax credit shall be included in the costs for calculation of any other credit against the tax imposed pursuant to section 5 of P.L. 1945, c.162 (N.J.S.A. 54:10A-5).

Part II – Effluent Treatment and Conveyance Equipment

Complete the information requested in each of the columns (A) through (I) for each piece of equipment. If additional space is needed, include a rider in like format containing the information required in columns (A) through (I).

The cost amount to be reported in column (C) is the invoice cost of the equipment.

Column (D) must reflect the total of the amount of any loan from the Department of Environmental Protection made pursuant to section 5 of P.L. 1981, c. 278 as amended (N.J.S.A. 13:1E-96) plus the amount of any Sales and Use Tax paid pursuant to P.L. 1966, c.30 as amended (N.J.S.A. 54:32B-1 et seq.).

Enter in column (G) the number of months that the equipment was used in New Jersey during the period covered by the return.

The prorated credit amount, reported in column (H), is computed by multiplying column (F) by column (G) and dividing the result by 12.

Enter the totals of the amounts reported in columns (H) and (I) in the space provided. Combined return filers, include in column (I) any amounts shared with other members in prior years.

Part III – Calculation of Available Credit

Follow the instructions on lines 4 through 8 to calculate the total Effluent Equipment Tax Credit.

Part IV – Calculation of Allowable Credit Amount (for CBT-100 and CBT-100S Filers only)

For CBT-100 and CBT-100S filers, the allowable Effluent Equipment Tax Credit for the current year is calculated in Part IV. Combined return filers do not complete Part IV, and must complete Part V instead. The amount of this credit in addition to the amount of any other tax credits taken is limited to 50% of the taxpayer's total tax liability and cannot exceed an amount that would reduce the total tax liability below the statutory minimum.

Line 10 – The minimum tax is assessed based on the New Jersey Gross Receipts as follows:

New Jersey Gross Receipts	CBT-100	CBT-100S
Less than \$100,000	\$500	\$375
\$100,000 or more but less than \$250,000	\$750	\$562
\$250,000 or more but less than \$500,000	\$1,000	\$750
\$500,000 or more but less than \$1,000,000	\$1,500	\$1,125
\$1,000,000 or more	\$2,000	\$1,500

If a taxpayer is filing a separate return and is a member of an affiliated or controlled group that has a total payroll of \$5,000,000 or more for the return period, the minimum tax is \$2,000. Tax periods of less than 12 months are subject to the higher minimum tax if the prorated total payroll exceeds \$416,667 per month.

Note: For the purposes of calculating the minimum tax amount for an S corporation that files a CBT-100S return together with its QSSS(es), enter the aggregate amount of the minimum tax from Schedule Q, Part I, line 1.

Line 14 – Taxpayers claiming multiple credits must list any credits already applied to the tax liability to ensure accuracy of the calculation for maximum credit allowable.

Part V – Calculation of Allowable Credit Amount for Combined Return Filers

For CBT-100U filers, the total and allowable Effluent Equipment Tax Credit for the current year is calculated in Part V. All combined return filers must complete Section A. Members that choose not to share their credit must also complete Section B.

Section A – To be completed by ALL combined return filers

This section calculates the amount of credit allowable for the group. If a member chooses not to share their credit with the group, Section A must still be completed to ensure the credit allowed for the member does not exceed the amount that would otherwise be allowed against the group tax liability.

The amount of the credit calculated in this section cannot exceed 50% of the group tax liability otherwise due and cannot reduce the tax liability to an amount less than the aggregate statutory minimum tax of the group members.

Line 22 – Combined groups claiming multiple credits must list any credits already applied to the group tax liability to ensure accuracy of the calculation for maximum credit allowable.

Section B

This section is used to calculate the amount of credit allowable for members that choose not to share their credit with the group. Section B is completed based on the member's share of the group tax liability. The amount of the credit calculated in this section cannot exceed 50% of the member's tax liability otherwise due and cannot reduce the tax liability to an amount less than \$2,000. The amount of the credit is also limited to the amount that would otherwise be allowed against the group tax liability if the member had been sharing the credit.

Line 30 – Members claiming multiple credits must list any credits already applied to the member's tax liability to ensure accuracy of the calculation for maximum credit allowable.