

STATE OF NEW JERSEY  
 Resident Decedent  
**ESTATE TAX RETURN**  
 (Instructions on reverse side)

(68) For Division Use Only

Decedent's Name \_\_\_\_\_ (Last) \_\_\_\_\_ (First) \_\_\_\_\_ (Middle) Decedent's S.S. No. \_\_\_\_\_

Date of Death (mm/dd/yy) \_\_\_\_\_ / \_\_\_\_\_ / \_\_\_\_\_ County of Residence \_\_\_\_\_ Testate  Intestate

**Mailing Address to send all correspondence** Name \_\_\_\_\_ Daytime Phone ( ) \_\_\_\_\_  
 Street \_\_\_\_\_  
 City \_\_\_\_\_ State \_\_\_\_\_ Zip Code \_\_\_\_\_

	FOR DIVISION USE ONLY <input type="checkbox"/>	Column A Simplified Form <input type="checkbox"/>	Column B Form 706 (2001) <input type="checkbox"/>
<b>Check Tax Method Selected and Complete Column A or Column B</b>			
1. Enter the Gross Estate from line 5 of the New Jersey Form IT-R on line 1(a) OR the Gross Estate from page 1 line 1 of the 2001 Form 706 on line 1(b) . . . . .		1(a)	1(b)
2. Enter Deductions from line 6 of the New Jersey Form IT-R on line 2(a) OR Deductions from page 1 line 2 of the 2001 Form 706 on line 2(b) . . . . .		2(a)	2(b)
3. Enter the Net Estate from line 7 of the New Jersey Form IT-R on line 3(a) OR the Taxable Estate from page 1 line 3 of the 2001 Form 706 on line 3(b) . . . . .		3(a)	3(b)
4. Enter Taxable assets not included as part of New Jersey inheritance tax Net Estate from line 3 Part C of Schedule E-1 attached . . . . .		4(a)	
5. Enter Deductions from line 12 of Schedule E-2 attached . . . . .		5(a)	
6. Enter Adjusted Taxable Gifts from line 4 page 1 of the 2001 Form 706 . . . . .			6(b)
7. Taxable Value - Add lines 3(a) and 4(a) and subtract line 5(a) . . . . .		7(a)	
8. Enter Total Gift Taxes payable from page 1 line 9 of the 2001 Form 706 . . . . .			8(b)
9. Enter the Allowable Unified Credit from line 13 page 1 of the 2001 Form 706 . . . . .			9(b)
10. Tentative New Jersey Estate Tax - If taxable value is reported on line 7(a), use the attached worksheet to determine the tax and enter the tax so determined on line 10(a). If taxable estate is reported on line 3(b), enter the amount from line 15 page 1 of the 2001 Form 706 on line 10(b) . . . . .		10(a)	10(b)
11. Credit for New Jersey Inheritance Tax Paid (DO NOT INCLUDE INTEREST OR PENALTY) . . . . .		11(a)	11(b)
12. Enter the Credit for estate, inheritance, succession or legacy taxes paid to other jurisdictions from line 20 of Schedule E-3 attached (DO NOT INCLUDE INTEREST OR PENALTY) . . . . .		12(a)	12(b)
13. Net New Jersey Estate Tax Due - line 10(a) minus lines 11(a) and 12(a) OR line 10(b) minus lines 11(b) and 12(b) . . . . .		13(a)	13(b)
14. Interest and Penalty Due (See instructions) . . . . .		14(a)	14(b)
15. Total Amount Due - Add lines 13(a) and 14(a) OR lines 13(b) and 14(b) . . . . .		15(a)	15(b)
16. Payment on Account (if any) . . . . .		16(a)	16(b)
17. If line 16(a) is LESS THAN line 15(a) OR line 16(b) is LESS THAN line 15(b), Enter BALANCE DUE - PAY THIS AMOUNT . . . . .		17(a)	17(b)
18. If line 16(a) is MORE THAN line 15(a) OR line 16(b) is MORE THAN line 15(b), ENTER REFUND AMOUNT . . . . .		18(a)	18(b)

ATTACH CHECK FOR BALANCE DUE HERE

Affiant declares, under penalty of perjury:

I have examined this return and all accompanying documents and to the best of my knowledge and belief, it is true, correct and complete. I hereby authorize the party(s) set forth above to act as the estate's representative, to receive confidential information, and to make presentations on behalf of the estate.

Subscribed and sworn before me

this \_\_\_\_\_ day of \_\_\_\_\_, \_\_\_\_\_.

\_\_\_\_\_  
 (Executor - Administrator - Heir-at-law)

Address: \_\_\_\_\_

\_\_\_\_\_  
 (Official Title)



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## IT-Estate Instructions

Form IT-Estate (04-03) is to be used for all decedents having a date of death on or after January 1, 2002.  
Form IT-Estate (10-99) is to be used for all decedents having a date of death before January 1, 2002.

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The NJ Estate Tax is in addition to the NJ Inheritance Tax. A tax is imposed upon the estate of every resident decedent having a date of death after December 31, 2001 which would have been subject to an estate tax payable to the United States under the provisions of the Federal Internal Revenue Code of 1986, 26 U.S.C.s.1 et seq, in effect on December 31, 2001.

### Who Must File

A New Jersey estate tax return must be filed if the decedent's Gross Estate determined in accordance with the provisions of the Internal Revenue Code in effect on December 31, 2001 exceeds \$675,000.

### Filing Method

The Form 706 method (Column B) must be used if the taxpayer files or is required to file a Federal Form 706. If the taxpayer does not file or is not required to file a Federal Form 706, then, either the Simplified Form method (Column A) or the Form 706 method may be used. In those cases where a taxpayer makes an election to treat an asset in a particular manner for Federal estate tax purposes, a like election must be made for New Jersey estate tax purposes.

#### 1. Simplified Form Method

- (a) Submit a completed NJ Inheritance Tax Return (Form IT-R), a copy of the decedent's Last Will and Testament, a copy of the decedent's last Federal Income Tax Return filed prior to death, and the NJ Estate Tax Return with Schedules E-1 (Assets not included as part of the NJ Inheritance Tax Net Estate), E-2 (Deductions), and E-3 (Credit for estate, inheritance, succession or legacy taxes paid to other jurisdictions).
- (b) Complete Column A Lines 1(a) through Line 18(a) of the NJ Estate Tax Return. The Tax on Line 10(a) of the NJ Estate Tax Return is computed using the attached worksheet.

#### 2. Form 706 Method

- (a) Submit a completed 2001 Form 706, a copy of any Federal Estate Tax Return filed or required to be filed with the Internal Revenue Service, a copy of any communication from the Federal Government, a NJ Estate Tax Return with Schedule E-3 (Credit for estate, inheritance, succession or legacy taxes paid to other jurisdictions), a copy of the decedent's Last Will and Testament and a copy of the last Federal Income Tax Return filed prior to death.
- (b) Complete Column B Lines 1(b) through Line 18(b) of the NJ Estate Tax Return.

### Interest Rates

Interest accrues at the rate of 10% per annum on any NJ Estate Tax not paid within nine months of the decedent's death. If an extension of time to file the Federal Estate Tax Return is granted, the Director of the Division of Taxation may reduce interest to 6% per annum until the earlier of the expiration of the Federal Extension or the date of the filing of the Federal Return with the Internal Revenue Service.

Requests for an interest reduction must be accompanied by a copy of the request made to the Internal Revenue Service for an Extension of Time in which to file the Federal Estate Tax Return along with a copy of any required approval and verification as to the date on which the Federal Estate Tax Return was actually filed.

Payments are first applied to the interest, if any, which has accrued to the date of payment.

### Payments on Account

Payments on account may be made at any time to avoid further accrual of interest on the amount paid. Any overpayment will be promptly refunded upon determination of the actual amount due. Make checks payable to NJ Inheritance Tax and Estate Tax and mail to PO Box 249, Trenton, New Jersey 08695-0249.

### Lien

For resident decedents dying after December 31, 2001, the NJ Estate Tax remains a lien on all property of the decedent as of the date of death until paid. No property may be transferred without the written consent of the Director.

DECEDENT'S NAME

SOCIAL SECURITY NUMBER

**SCHEDULE E-1** Assets not included as part of Line 3(a) of the IT-Estate Return including real and tangible personal property located outside New Jersey, proceeds of any contract of insurance on the life of the decedent either owned by the decedent at death or transferred by the decedent within three years of death, and transfers made within three years of the decedent's death.

<b>PART A NON-NJ REAL PROPERTY</b>	Full Assessed Value For Year of Death	Full Market Value For Year of Death	Value of Decedent's Equity and How Determined	This Column For Division Use Only
1. Street and Number  Municipality:  Lot:Block:  County:  Title/Owner of Record:  Mortgage Balance:				
2. Street and Number  Municipality:  Lot:Block:  County:  Title/Owner of Record:  Mortgage Balance:				
3. Street and Number  Municipality:  Lot:Block:  County:  Title/Owner of Record:  Mortgage Balance:				
4. If additional realty, attach separate sheet and insert total here .....				
5. Total equity in non-New Jersey real property .....				

DECEDENT'S NAME	SOCIAL SECURITY NUMBER
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<b>PART B</b> Non-New Jersey tangible personal property, proceeds of insurance, and transfers within three years of death not included as part of Line 3(a) of the IT-Estate Return		Market Value at Date of Death	This Column For Division Use Only
1.	1.		
2.	2.		
3.	3.		
4.	4.		
5.	5.		
6.	6.		
7.	7.		
8.	8.		
9.	9.		
10.	10.		
11. If additional assets, attach separate sheet and insert total here	11.		
12. Total market value of PART B assets	12.		

<b>PART C</b> Totals			
1. Total from PART A, Line 5	1.		
2. Total from PART B, Line 12	2.		
3. Add Lines 1 and 2, insert here and on Line 4(a) of IT-Estate Tax Return	3.		

**SCHEDULE E-2 (DEDUCTIONS)**

Allowable deductions include **ONLY** property passing outright to the decedents surviving spouse provided he/she was a U.S. citizen on the decedent's date of death and property which passes to, for the use of, or in trust for, any educational institution, church, hospital, orphan asylum, public library or bible and tract society or to any institution or organization organized and operating exclusively for religious, charitable, benevolent, scientific, literary or educational purposes, including any institution instructing the blind in the use of dogs as guides, no part of the net earnings of which inures to the benefit of any private stockholder or other individual or corporation; provided, that this exemption shall not extend to such educational institutions and organizations of other states, the District of Columbia, territories and foreign countries which do not grant an equal, and like exemption to such institutions and organizations of this state. This exemption does not apply if any portion of the property can be used by, for the benefit or, or paid to any private stockholder, individual or corporation.

	AMOUNT	
1. Value of property passing outright to the decedent's surviving spouse (U.S. Citizen)	1.	
2. Charitable Deduction (Name of Charity _____)	2.	
3. Charitable Deduction (Name of Charity _____)	3.	
4. Charitable Deduction (Name of Charity _____)	4.	
5. Charitable Deduction (Name of Charity _____)	5.	
6. Charitable Deduction (Name of Charity _____)	6.	
7. Charitable Deduction (Name of Charity _____)	7.	
8. Charitable Deduction (Name of Charity _____)	8.	
9. Charitable Deduction (Name of Charity _____)	9.	
10. Charitable Deduction (Name of Charity _____)	10.	
11. If more charities, attach list and enter total here.	11.	
12. Add Lines 1 through 11. Enter here and on Line 5(a) of IT-Estate Return	12.	

DECEDENT'S NAME

SOCIAL SECURITY NUMBER

**SCHEDULE E-3**

Credit for estate, inheritance, succession or legacy taxes actually paid to any state or territory of the United States or District of Columbia.

**A copy of any other state, U.S Territory or District of Columbia tax return and proof of payment must be submitted with Form IT-Estate**

1. Market value of property taxed by other jurisdiction (jurisdiction name _____) . . . (Do not combine jurisdictions, if more than three attach separate sheet)	1.	
2. Total estate, inheritance, succession, or legacy tax paid to other jurisdiction (Do not include interest or penalty) . . . . .	2.	
3. Market value of entire estate for New Jersey Estate Tax purposes. Enter the sum of Line 1(a) and Line 4(a) or the sum of Line 1(b) and Line 6(b) from page 1 of the IT-Estate Return . . . . .	3.	
4. Total New Jersey Estate Tax Due (from Line 10(a) or 10(b) of IT-Estate Return) . . . . .	4.	
5. Maximum Allowable Credit Percentage (Line 1) _____ x (Line 4) _____ (Divide Line 1 by Line 3 and multiply by Line 4) (Line 3.)	5.	
6. Enter smaller of Line 2 or Line 5 . . . . .	6.	
7. Market value of property taxed by other jurisdiction (jurisdiction name _____) . . . (Do not combine jurisdictions, if more than three attach separate sheet)	7.	
8. Total estate, inheritance, succession, or legacy tax paid to other jurisdiction (Do not include interest or penalty) . . . . .	8.	
9. Market value of entire estate for New Jersey Estate Tax purposes. Enter the sum of Line 1(a) and Line 4(a) or the sum of Line 1(b) and Line 6(b) from page 1 of the IT-Estate Return . . . . .	9.	
10. Total New Jersey Estate Tax Due (from Line 10(a) or 10(b) of IT-Estate Return) . . . . .	10.	
11. Maximum Allowable Credit Percentage (Line 7) _____ x (Line 10) _____ (Divide Line 7 by Line 9 and multiply by Line 10) (Line 9)	11.	
12. Enter smaller of Line 8 or Line 11 . . . . .	12.	
13. Market value of property taxed by other jurisdiction (jurisdiction name _____) . . . (Do not combine jurisdictions, if more than three attach separate sheet)	13.	
14. Total estate, inheritance, succession, or legacy tax paid to other jurisdiction (Do not include interest or penalty) . . . . .	14.	
15. Market value of entire estate for New Jersey Estate Tax purposes. Enter the sum of Line 1(a) and Line 4(a) or the sum of Line 1(b) and Line 6(b) from page 1 of the IT-Estate Return . . . . .	15.	
16. Total New Jersey Estate Tax Due (from Line 10(a) or 10(b) of IT-Estate Return) . . . . .	16.	
17. Maximum Allowable Credit Percentage (Line 13) _____ x (Line 16) _____ (Divide Line 13 by Line 15 and multiply by Line 16) (Line 15)	17.	
18. Enter smaller of Line 14 or Line 17 . . . . .	18.	
19. Totals from separate sheet if more than three jurisdictions . . . . .	19.	
20. Add Lines 6, 12, 18, and 19. Enter here and on Line 12(a) or 12(b) of IT-Estate Return . . . . .	20.	

**Worksheet For New Jersey Simplified Form - Column A - Line 10(a)**

1. Taxable Value from Line 7(a) of Return .....	1.	
2. Exemption Amount .....	2.	\$60,000.00
3. Line 1 minus Line 2 .....	3.	
4. From table below, determine tax on Line 3 above and enter here and on Line 10(a) of IT-Estate Return .....	4.	

<b>TAX TABLE</b>					
<b>AMOUNT FROM LINE 3 ABOVE</b>					
<b>AT LEAST</b>	<b>BUT LESS THAN</b>	<b>TAX ON AMOUNT IN FIRST COLUMN</b>	<b>+</b>	<b>%</b>	<b>OF EXCESS OVER</b>
\$ 0	\$ 615,000	\$ 0		0	\$ 0
615,000	667,175	0		37.0	615,000
667,175	840,000	19,304		4.8	667,175
840,000	1,040,000	27,600		5.6	840,000
1,040,000	1,540,000	38,800		6.4	1,040,000
1,540,000	2,040,000	70,800		7.2	1,540,000
2,040,000	2,540,000	106,800		8.0	2,040,000
2,540,000	3,040,000	146,800		8.8	2,540,000
3,040,000	3,540,000	190,800		9.6	3,040,000
3,540,000	4,040,000	238,800		10.4	3,540,000
4,040,000	5,040,000	290,800		11.2	4,040,000
5,040,000	6,040,000	402,800		12	5,040,000
6,040,000	7,040,000	522,800		12.8	6,040,000
7,040,000	8,040,000	650,800		13.6	7,040,000
8,040,000	9,040,000	786,800		14.4	8,040,000
9,040,000	10,040,000	930,800		15.2	9,040,000
10,040,000	-----	1,082,800		16.0	10,040,000