NJ-1041SB 2009

State of New Jersey GROSS INCOME TAX FIDUCIARY RETURN ELECTING SMALL BUSINESS TRUST

5-F

For Taxable Year January 1, 2009 - December 31, 2009

	Or Other Taxable Year Begin	ning	2009, Ending			, 20	
	Check this block ☐ if applica	tion for Federal extension is	attached or enter con	firmation number			
Fe	ederal Employer Identification Number	Name of Trust					
	Residency Status	Name and Title of Fidu	ciary				
	☐ Resident Trust	Address of Fiduciary (N	lumber and Street o	r Pural Pauta)			
	☐ Non Resident Trust	Address of Fiddelary (iv	difficer and offeet of	r Rurai Route)			
		City, Town, Post Office		State		Zip Code	
PART	I						
1.	Net pro rata share of S corporation inc	ome (attach Schedule(s)	NJ-K-1), (if loss ent	er "0")	1		
2.	Net gain or loss from disposition of S of	orporation's assets			2		
3.	Net gain or loss from disposition of S of	orporation stock			3		
4.	Net gain from disposition of property (c	combine line 2 and line 3	, (if loss enter "0")		4		
5.	Taxable S corporation portion of incom		5				
6.	Tax due on S corporation portion of inc	come			6		
7.	Credit for income taxes paid to other ju Schedule E, Line 52)				7		
8.	Balance of tax due on S corporation po	8					
9.	Taxable non S corporation income (from	9					
10.	Tax due on non S corporation income	10					
11.	Credit for income taxes paid to other ju Schedule E Line 52)	·	•		11		
12.	Balance of tax due on non S corporation						
13.	Total tax due on S corporation and nor	S corporation income (a	dd line 8 and Line 1	12)	13		
14.	Estimated payments/prior year credits	and tax credits			14		
15.	5. Tax paid by partnerships (attach Schedule(s) NJK-1)						
16.	Tax paid by partnerships and distribute	d	.16				
17.	Balance of tax paid by partnerships (Li	ne 15 minus Line 16)			17		
18.	Total payments and credits (add Line 1	4 and Line 17)			18		
19.	Balance of tax due				19		
20.	Overpayment				20		
21.	Credit to 2010 tax				21		
22.	Refund			<u></u>	22		
SIGN HERE	Election Statement: I declare that this tru as a New Jersey Electing Small Business Under penalties of perjury, I declare that statements, and to the best of my knowled other than taxpayer, this declaration is be	s Trust for tax year 2009. I have examined this return dge and belief, it is true, corrused on all information of when	n, including accompangect and complete. If pr	ying schedules and repared by a person	Write Fed on check and make STATE O Division Income	ount on Line 19 in fu deral ID number or money order e payable to: OF NEW JERSEY-TG of Taxation Tax Audit Branch-ESE	GI .
	-		Data		PO Box Trenton	, NJ 08695-0288	
I	Signature of Preparer Other than F	iduciary Address	Date	Fed. ID. No.			

NII 40	440B 2000						Dana (
	al Employer Identification Number	Name	and Title of Fiduciary	Page 2					
PAR	T II ESBT NON S CORPORATION IN	COME							
	Resident Trust: Complete PAR	T II if the ESBT has non-	S cor	poration income					
	Nonresident Trust: Complete PAR	T II if the ESBT has non-	S cor	poration income from	New Je	rsey sources			
In ca	se of a net loss in any category, ent	er "0" for that category							
6.	Interest Tax	x-Exempt Interest				6			
7.	Dividends Tax	c-Exempt Dividends				7			
8.	Net profits from business (From Part II Sc	hedule A, Line 38)				8			
9.	Net gains or income from disposition of pr	operty (From Part II Schedu	le B,	Line 42)		9			
10.	Net gains or income from rents, royalties,	patents, and copyrights (Fro	m Pa	rt II Schedule C, Line 45	5)	10			
11.	1. Distributive Share of Partnership Income (Enclose Schedule NJK-1)								
12.	12. Net pro rata share of S Corporation Income (Enclose Schedule NJ-K-1)								
13.	Other Income - State Nature					13			
14.	14. Gross Income (Add Lines 6 through 13) If \$10,000 or less, see instructions								
15.	Distributions (From Part II Schedule D Lin	e 47A)				15			
16.	Total Income (Line 14 minus Line 15) .					16			
16a.	NONRESIDENTS: NJ Income from Part I	I Schedule G, Line 11	16a						
17.	Income Commissions		17						
18.	Exemption - Enter \$1,000 (Part-year taxpa	ayers - see instructions)	18						
19.	Health Enterprise Zone Deduction		19						
20.	Total deductions and exemption (Add Line	es 17, 18, and 19)				20			
21.	Taxable Income (Line 16 less Line 20)					21			
	NONRESIDENTS ONLY:					1			

22.	Tax on amount on Line	e 21 (From Tax Rate Schedule) .		22		_	
23.	Income Percentage -	(Line 16a) (Line 16)	=		_%		
24.	TAX: Residents (From	m Tax Rate Schedule)					
	, , ,	y amount from Line 22 4 and on Page 1 Line 10	x		% from Line 23)	24	

NJ-1041SB 2009 PART II Schedules Page 3

											1 4	gc o	
Federa	Gederal Employer Identification Number Name of Estate of Name Name Name Name Name Name Name Name			or Trust N			Name and Title of Fiduciary						
SC	PART II CHEDULE A	NET PROFITS FROM BUSINESS							l et profit (loss) froi chedule C or F.	m eac	h busin	ess carried on	
	TYPE	OF BUSINESS					ADDRES	S			NE.	T PROFIT (LOS	S)
37.													
38.	TOTAL (Enter he	ere and on Page 2, Lin	e 8) (If loss	enter Z	ERO)					38			
sc	PART II SCHEDULE NET GAINS OR INCOME FROM DISPOSITION OF PROPERTY List the net gains or income, less net loss, derived from the sale, exchange, or other disposition of property including real or personal whether tangible or intangible. Enclose Federal Schedule D.												
	(a) Kind of propert	y and description (t	Date Date acquired Mo., day, yr.	(c)	Date sold ., day, yr.)		ross s price	adjuste	or other basis as d (see instruction expense of sale	ns)	(f)	Gain or (loss) (d less e)	
39.													
40.	40 Capital Gains Distributions												
41.	Other Net Gains .									41			
42.	Net Gains (Add L	ines 39, 40, and 41) (Enter here a	nd on F	Page 2, Lir	ne 9) (If lo	ss enter ZER	O)		42			
S	PART II SCHEDULE C NET GAINS OR INCOME FROM RENTS, ROYALTIES, PATENTS, AND COPYRIGHTS List the net gains or net income, less net loss, derived from or in the form of rents, royalties, patents, and copyrights as reported on your Federal Income Tax Return. If you have passive losses for Federal purposes, see instructions. Enclose Federal Schedule E.												
	(a) Kind	of Property	(b)	Net Render			Net Income om Royalties	(d)	Net Income From Patents		(e) F	Net Income rom Copyrights	
43.													
44.	44. TOTALS							(e)					
45.	45. Net Income (Combine Columns b, c, d, and e) (Enter here and on Page 2, Line 10) (If loss enter ZERO)												
	PART II SCHEDULE D BENEFICIARIES' SHARES OF INCOME Enclose New Jersey Schedule K-1												
	Name and Addres	ss of Each Beneficiary	Indicate Residency	Soci	al Security	Number	Colur	nn A	DISTRIB		NS	Column C	
46.			Status				Total In		NJ Source		ie Ta	x Paid by Partne	rships
40.										_			
				-									
				+						\perp			
47.	TOTAL (Enter a	mount from Line 47A o	n Part II, L	 ine 15)									
	(Enter a	mount from Line 47B of	on PART II S	chedule		0)	474		47B		470		

ART I SCHEDULE E Form NJ-1041SB CREDIT FOR INCOME TAXES PAID TO OTHER JUNISDICTION ON S CORPORATION INCOME S Corporation income actually taxed by other jurisdiction during tax year (indicate name (100 not combine the same income taxed by more than one jurisdiction.) Amount on Line 48 cannot exceed amount on Line 49 S Corporation income Subject to Tax by New Jersey. (From Page 1, Line 7) C Credit Allowed. (Enter lesser of Line 50 or Line 51 here and on Page 1, Line 7) Non S Corporation income actually taxed by other jurisdiction during tax year (indicate name (100 not combine the same income taxed by more than one jurisdiction.) Amount on Line 48 cannot exceed amount on Line 49 S Corporation Income Subject to Tax by New Jersey. (From Page 1, Line 5) (INJ Tax on S Corporation Income, Page 1, Line 6) Maximum Allowable Credit (48)		3 2009 Schedules - Credit for Taxes Paid	d to Other Jurisdictions			Page
Form NJ-1041SB CREDIT FOR INCOME TAXES PAID TO OTHER JURISDICTION ON S CORPORATION INCOME 8. S Corporation income actually taxed by other jurisdiction during tax year (indicate name (Do not combine the same income taxed by more than one jurisdiction.) Amount on Line 48 cannot exceed amount on Line 49 9. S Corporation Income Subject to Tax by New Jersey. (From Page 1, Line 5)	deral En	nployer Identification Number	Name of Trust	Name and Title of	Fiduciary	
(indicate name (Do not combine the same income taxed by more than one jurisdiction.) Amount on Line 48 cannot exceed amount on Line 49 9. S Corporation Income Subject to Tax by New Jersey. (From Page 1, Line 5) 10. Maximum Allowable Credit (48) 11. Income tax paid to other jurisdiction on S Corporation Income. 12. Credit Allowed. (Enter lesser of Line 50 or Line 51 here and on Page 1, Line 7) 13. Non S Corporation income actually taxed by other jurisdiction on Non S Corporation Income 14. Income tax paid to other jurisdiction on S Corporation Income 15. Non S Corporation income actually taxed by other jurisdiction during tax year (indicate name (Do not combine the same income taxed by more than one jurisdiction.) Amount on Line 48 cannot exceed amount on Line 49 15. Non S Corporation Income Subject to Tax by New Jersey. (From Page 2, Line 16) 16. Maximum Allowable Credit (48) 17. Non S Corporation Income Subject to Tax by New Jersey. (From Page 2, Line 16) 18. Non S Corporation Income Subject to Tax by New Jersey. (From Page 2, Line 16) 19. Maximum Allowable Credit (48) 19. (NJ Tax on non S Corporation Income, Page 1, Line 10) 10. Income tax paid to other jurisdiction on non S corporation income	ART	Farms N. I. 4044CD				
(Do not combine the same income taxed by more than one jurisdiction.) Amount on Line 48 cannot exceed amount on Line 49 S Corporation Income Subject to Tax by New Jersey. (From Page 1, Line 5) Maximum Allowable Credit (48) x =)	48	
Maximum Allowable Credit (48)						
(Divide Line 49 into Line 48) (49) (NJ Tax on S Corporation Income, Page 1, Line 6) Income tax paid to other jurisdiction on S Corporation Income). S	Corporation Income Subject to Tax by	/ New Jersey. (From Page 1, Line 5)		49	
Income tax paid to other jurisdiction on S Corporation Income			(NJ Tax on S Corpora	ation Income,	50	
ART II SCHEDULE E Form NJ-1041SB CREDIT FOR INCOME TAXES PAID TO OTHER JURISDICTION ON NON'S CORPORATION INCOME Non'S Corporation income actually taxed by other jurisdiction during tax year (indicate name	. In	come tax paid to other jurisdiction on	S Corporation Income		51	
Form NJ-1041SB CREDIT FOR INCOME TAXES PAID TO OTHER JURISDICTION ON NON S CORPORATION INCOME A copy of other state or political subdivision tax return must be retained with your record tax of the property of the	. Cı	redit Allowed. (Enter lesser of Line 50	or Line 51 here and on Page 1, Line 7)		52	
Maximum Allowable Credit (48) x = 50 (Divide Line 49 into Line 48) (49) (NJ Tax on non S Corporation Income, Page 1, Line 10) Income tax paid to other jurisdiction on non S corporation income	(ir	ndicate name			48	
(Divide Line 49 into Line 48) (49) (NJ Tax on non S Corporation Income, Page 1, Line 10) Income tax paid to other jurisdiction on non S corporation income). No	on S Corporation Income Subject to T	ax by New Jersey. (From Page 2, Line 16)		49	
		· /	(NJ Tax on non S Co	•	50	
Credit Allowed. (Enter lesser of Line 50 or Line 51 here and on Page 1, Line 11)	. In	come tax paid to other jurisdiction on	non S corporation income		51	
· · · · · · · · · · · · · · · · · · ·	. Cı	redit Allowed. (Enter lesser of Line 50	or Line 51 here and on Page 1, Line 11)		52	

NJ-1041SB 2009								
Federal Employer Identification Number	Name of Estate or Trust	Nan	ne and Title of Fiduciary					
PART II SCHEDULE F	ALLOCATION OF BUSINESS INCOME TO NEW JERSEY	See instructions if other Enclose Form NJ-NR-A	than Formula Basis of allocator to Form NJ-1041.	ation is used.				
	TAGE (From Form NJ-NR-A) ount of each item of business income r mount of income from New Jersey sour		hich is required to be allocate	d and multiply by				
From Line No	\$x	% = \$						
From Line No.	\$x	% = \$						
PART II SCHEDULE ((Form NJ-1041SB)	NEW JERSEY NON S	CORPORATION IN	ICOME OF NONRE	SIDENT TRUST				
NON S CORPORATION INCOME FROM NEW JERSEY SOURCES:	Net losses in one category ca income in another. In case of category, enter "zero" for that	a net loss in any	1	Jersey ome				
1. Interest			. 1.					
2. Dividends			. 2.					
3. Net profits from business			. 3.					
4. Net gains or income from	disposition of property	. 4.						
5. Net gains or income from	rents, royalties, patents, and copy	rights	. 5.					
6. Distributive share of part	nership income	. 6.						
7. Net pro rata share of S c	orporation income		. 7.					
8. Other Income - State Nat	ture		8.					
9. TOTAL INCOME FROM	NEW JERSEY SOURCES (Add Lir	nes 1 through 8)	9.					
	ne distributed to beneficiaries (Fron		10.					
11. New Jersey income (Line	e 9 less Line 10). (Enter here and	on Part II Line 16a)	. 11.					

2009 New Jersey Tax Rate Schedule for Form NJ-1041SB

Tax Rate for S Corporation Source Income .1075

Tax Rates for Non S Corporation Source Income:

If Taxable Income	(Part II Line 21) is	step 1 Enter Part II s: Line 21	step 2 Multiply Part Line 21 by		step 3 Subtract	Your Tax
Over	But not over					
\$ 0	\$ 20,000		x .014	=	- \$ 0	=
\$ 20,000	\$ 35,000		x .0175	=	- \$ 70.00	=
\$ 35,000	\$ 40,000		x .035	=	- \$ 682.50	=
\$ 40,000	\$ 75,000		x .05525	=	- \$ 1,492.50	=
\$ 75,000	\$ 400,000		x .0637	=	- \$ 2,126.25	=
\$ 400,000	\$ 500,000		x .08	=	- \$ 8,646.25	=
\$ 500,000	\$ 1,000,000		x .1025	=	- \$19,896.25	=
\$1,000,000	and over		x .1075	=	- \$24,896.25	=

SCHEDULE **NJK-1** (Form NJ-1041SB) **2009**

STATE OF NEW JERSEY Division of Taxation

Beneficiary's Share of Income

PART I Gene	ral Information	1			
Beneficiary Information			Trust Information		
Federal Identification Number			Federal Identification Number		
Name			Name of Estate or Trust		
Street Address			Name of Fiduciary		
			Street Address		
City	State	Zip Code	City	S	tate Zip Code
Check Applicable Box	Resident	NonResident	Check Applicable Box	Resident	NonResident
Individual			Trust		
☐ Final NJK-1 ☐ Amended NJK-1					
PART II Bene	ficiary's Shar	e of Income			
	Total Dis	tribution	New Jersey Source Income Distributed		x Paid by ps and Distributed
Net Income From Trust					

NJ-1041SB INSTRUCTIONS

The New Jersey Electing Small Business Trust (ESBT) election

A federal Electing Small Business Trust makes an election to be taxed as a New Jersey Electing Small Business Trust by filing a New Jersey Gross Income Tax Fiduciary Return, Form 1041SB and signing the election statement at the bottom of the return.

S corporation portion of income: For the S corporation portion of income, the ESBT waives its right to claim a minimum taxable income threshold, an exemption, deductions for distributions and for income commissions, and consents to have all of the trust's income taxed at the maximum tax rate in effect.

Non S corporation portion of income: For the non S corporation portion of income, the ESBT can claim a minimum taxable income threshold if total income from the non S corporation portion, after distributions but before exemptions or deductions, is less than the filing threshold. In addition, non S corporation income can be reduced by an exemption and deductions can be taken for the distributions and income commissions sourced to the non S corporation portion income.

Federal S corporation which did not make the New Jersey S election: If the trust has S corporation income earned outside of New Jersey from federal S corporations which did not make the New Jersey S election or if the trust did not receive NJ-K-1(s), a Reconciliation Worksheet B or Worksheet B Liquidated must be completed to determine the trust's reportable income for New Jersey income tax purposes. Reconciliation Worksheet B and Worksheet B Liquidated are contained in Tax Topic Bulletin GIT-9S, *Income from S corporations*.

Credit for taxes paid to other jurisdictions: The trust may be eligible for a credit for taxes paid to other jurisdictions if S corporation income and the gain on disposition of the S corporation assets, and/or the non S corporation income were taxed by both New Jersey and another jurisdiction. A credit is not allowed for any tax imposed by another jurisdiction on S corporation source income which is allocated to New Jersey based on the corporation's New Jersey allocation factor.

Separate credit calculations must be made for the S corporation portion of income, using Part I, Schedule E, and for the non S corporation portion of income, using Part II, Schedule E, and for each jurisdiction. Information on calculating the credit can be found in Tax Topic Bulletin GIT-3B, *Credit For Taxes Paid to Other Jurisdictions (Business/Nonwage Income)*.

PART I - Line by Line Instructions

Line 1 – Net pro rata share of S corporation income – In case of a net loss, enter "0" on Line 1.

Resident trust – Enter the total of pro rata share of S corporation income reported on the NJ-K-1(s) received from New Jersey electing S corporation(s) or from the Reconciliation Worksheet B or Worksheet B Liquidated prepared for the trust.

Nonresident trust – Enter the trust's S corporation income allocated to New Jersey reported on the NJ-K-1(s) received from New Jersey electing S corporation(s) or from the Reconciliation Worksheet B or Worksheet B Liquidated prepared for the trust.

Line 2 – Net gain or loss from disposition of S corporation's assets

Resident trust - Enter the total gain/loss from disposition of S corporation's assets reported on the NJ-K-1(s) received from New Jersey electing S corporation(s) or from the Reconciliation Worksheet B Liquidated prepared for the trust.

Nonresident trust - Enter the trust's net gain from disposition of S corporation's assets allocated to New Jersey reported on the NJ-K-1(s) received from New Jersey electing S corporation(s) or from the Reconciliation Worksheet B Liquidated prepared for the trust. In case of a net loss, enter "0" on Line 2.

Line 3 – Net gain or loss from disposition of S corporation stock

Resident trust - Enter the net gain or loss from the disposition S corporation stock and distributions in excess of the adjusted basis of the S corporation stock. The gain or loss and taxable excess distribution must be determined using the New Jersey adjusted basis of the stock. Information on calculating the New Jersey adjusted basis and the New Jersey gain or loss on disposition of S corporation shares can be found in Tax Topic Bulletin GIT-9S, *Income from S Corporations*.

Nonresident trust - Make no entry on Line 3.

Line 4 – Net gain from disposition of property

Combine Line 2 and Line 3 and enter the net gain. In case of a net loss, enter "0" on line 4.

Line 5 – Taxable S corporation portion of income

Add Line 1 and Line 4

Line 6 - Tax due on S corporation portion of income

Multiply Line 5 by .1075.

Line 7 – Credit for income taxes paid to other jurisdictions on S corporation portion of income

To determine the credit(s) allowed for income taxes paid to other jurisdictions on S corporation portion of income complete Part I, Schedule(s) E.

Instructions for Part I, Schedule E – Credit for income taxes paid to other jurisdictions on S corporation income:

A separate credit calculation must be made for each jurisdiction that the trust is claiming a credit for taxes paid on S corporation income and/or a gain from disposition of the S corporation's assets.

A credit is not allowed for any tax imposed by another jurisdiction on S corporation income or on gain from disposition of the S corporation's assets, which is allocated to New Jersey based on the corporation's New Jersey allocation factor.

In calculating the credit, the income in the numerator, Line 48, must be included in the denominator, Line 49. The tax paid to the other jurisdiction is limited to the tax actually paid to the other jurisdiction on the amount of income reported in the numerator. The New Jersey tax amount used in the calculation, on Line 50, is limited to the New Jersey tax reported on Part I, Line 6.

Total the credit(s) allowed from Line 52 and enter the result on Line 7. Include all credit calculations with the return.

Line 8 - Balance of tax due on S corporation portion of income

Subtract Line 7 from Line 6

Line 9 – Taxable non S corporation income Line

Resident Trust - Enter amount from Part II, Line 21

Nonresident Trust - Enter amount from Part II, Line 21, and in the space provided, enter the income percentage from Part II, line 23

Line 10 – Tax due on non S corporation income

Enter amount from Part II. Line 24

Line 11- Credit for income taxes paid to other jurisdictions on non S corporation income

To determine the credit(s) for income taxes paid to other jurisdictions on non S corporation portion of income complete Part II, Schedule(s) E.

Instructions for Part II, Schedule E – Credit for income taxes paid to other jurisdictions on non S corporation income:

A separate credit calculation must be made for each jurisdiction that the trust is claiming a credit for taxes paid on non S corporation income.

In calculating the credit, the income in the numerator, Line 48, must be included in the denominator, Line 49. The tax paid to the other jurisdiction is limited to the tax actually paid to the other jurisdiction on the amount of income reported in the numerator. The New Jersey tax amount used in the calculation, on Line 50, is limited to the New Jersey tax reported on Part I, Line 10.

Total the credit(s) allowed from Line(s) 52 and enter the result on Line 11. Include all credit calculations with the return.

Line 12 - Balance of tax due on non S corporation portion of income

Subtract Line 11 from Line 10

Line 13 – Total tax due on S corporation and non S corporation income

Add Line 8 and Line 12.

Line 14 – Estimated payments/prior year credits and tax credits

Enter the total of estimated tax payments, prior year credits and the Sheltered Workshop Tax Credit from Partnership or LLC and include NJK-1 with return.

Line 15 - Tax paid by partnerships

Enter the tax paid by partnerships in behalf of a nonresident trust and reported on the trust's Schedule(s) NJK-1. Copies of the NJK-1(s) must be included with the return.

Line 16 – Tax paid by partnerships and distributed

Enter the amount from Part II, Schedule D, Line 47C - tax paid by partnerships and distributed to nonresident beneficiaries.

Line 17 – Balance of tax paid by partnerships

Subtract Line 16 from Line 15.

Line 18 - Total payments and credits

Enter the total of lines 14 and 17. .

Lines 19 and 20 – If Line 18 is less than Line 13 enter the balance due on Line 19. If Line 18 is more than Line 13 enter the overpayment on Line 20.

Information and instructions for calculating late penalties and interest, and estimated tax payments are included in the Fiduciary Income Tax Return booklet.

Line 19 - Balance of tax due

Attach payment by check or money order, payable to "State of New Jersey – TGI" and a completed payment voucher (Form NJ-1041-V) and mail to: State of New Jersey-TGI, Division of Taxation, Income Tax Audit Branch-ESBT, PO Box 288, Trenton, NJ 08695-0288.

Line 21 - Credit to 2010 tax

Enter amount of overpayment from Line 20 you wish to credit to 2010

Line 22 - Refund

Subtract Line 21 from Line 20.

Signature and Date

The return must be signed and dated by the individual fiduciary or by the authorized officer of the organization receiving, having custody or control and management of the income of the trust and having the authority to make the election.

PART II - INSTRUCTIONS - NON S CORPORATION INCOME

Part II is for the reporting of non S corporation income, deductions and credits.

A Resident Trust must complete Part II if it has non S corporation income.

A Nonresident Trust must complete Part II, and Part II, Schedule G, if it has non S corporation income from New Jersey sources, whether or not distributed.

Complete applicable Part II Schedules and include with return

Line 15 - Distributions – Enter total distributions of non S corporation income from Part II, Schedule D, line 47A. Do not include distributions of S corporation income.

Line 17 - Income Commissions - Enter income commissions paid or accrued and which are specifically related to the non S corporation gross income reported on Line 14, Part II. Do not include any income commissions paid or accrued on S corporation income reported in Part I.

INSTRUCTIONS FOR SCHEDULE NJK-1

A resident beneficiary is subject to New Jersey gross income tax on the ESBT's net non S corporation income actually distributed or required to be distributed during the taxable year.

A nonresident beneficiary is subject to New Jersey gross income tax on the ESBT's net non S corporation sourced to New Jersey which was actually distributed or required to be distributed during the taxable year.

Prepare a Schedule NJK-1 for each beneficiary using the information listed on Part II Schedule D, Form NJ-1041SB. Include the NJK-1(s) with Form NJ-1041SB.