

**NEW JERSEY CORPORATION BUSINESS TAX
FILM AND DIGITAL MEDIA 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
NOTE: This form is to be used for privilege periods and tax years beginning on or after August 1, 2018.

RETURN FILING METHOD

- The taxpayer is included as a taxable member on a New Jersey combined return.
- The taxpayer is a separate return filer. Complete Parts I and II, as applicable. Do not complete Part III.

PART I QUALIFICATIONS

1. Has the taxpayer been approved by the New Jersey Economic Development Authority to receive a Film and Digital Media Tax Credit? YES NO
2. Has the taxpayer received a paper tax credit or credit transfer certificate issued by the New Jersey Division of Taxation? YES NO
Check the box to indicate the original certificate has been submitted to the Division of Taxation
3. Does the taxpayer have a tax incentive profile on the New Jersey eCerts portal with a Film and Digital Media Tax Credit amount available for use? YES NO

NOTE: If the answer to question 1 or both questions 2 and 3 is "NO," do not complete the rest of this form. The taxpayer is **not** eligible for this tax credit. Otherwise, go to Part II.

PART II CALCULATION OF THE ALLOWABLE CREDIT AMOUNT AND CARRYOVER

4. Enter the approved amount as shown on the tax credit or credit transfer certificate for the current privilege period or tax year or the amount that is available in the taxpayer's incentive profile on the eCerts portal	4.	
5. Film and Digital Media Tax Credit carried over from the prior privilege period or tax year	5.	
6. Total credit available (add lines 4 and 5)	6.	
7. Enter tax liability from page 1, line 2 of the CBT100, CBT-100S, or BFC-1, or the member's column of Schedule A, Part III, line 5 of CBT-100U	7.	
8. Enter the required minimum tax liability as indicated in instruction (b) for Part II	8.	
9. Subtract line 8 from line 7	9.	
10. Tax credits used by taxpayer on current year's return (see instructions): (a) _____ (b) _____ (c) _____ (d) _____ Total	10.	
11. Subtract line 10 from line 9. If zero or less, enter zero	11.	
12. Allowable credit for the current tax period. Enter the lesser of line 6 or line 11 here and on Part I, Schedule A-3 of CBT-100, CBT-100U, CBT-100S, or BFC-1	12.	
13. a) Total tax credit carryover (subtract line 12 from line 6).....	13a.	
Combined return filers, see Part III before continuing. b) Amount of credit shared in current year from Part III, line 20, if applicable	13b.	
c) Amount of credit carryover to following year's return (subtract line 13b from line 13a).....	13c.	

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PART III COMBINED RETURN FILERS SHARING CREDIT

14. Amount of Film and Digital Media Tax Credit being shared and FEIN of the taxable member of the combined group with which it is being shared (see instructions).....		
<p style="text-align: center;">_____ _____</p> <p style="text-align: center;">Name Federal ID Number</p>	14.	
15. Enter the tax liability of the member with which the credit is being shared from Schedule A, Part III, line 5 of CBT-100U	15.	
16. Minimum tax liability	16.	2,000
17. Subtract line 16 from line 15.....	17.	
18. Tax credits used by this taxpayer on current year's return:		
(a) _____		
(b) _____		
(c) _____		
(d) _____		
..... Total	18.	
19. Subtract line 18 from line 17. If zero or less, enter zero	19.	
20. Allowable credit shared with this taxable member. Enter lesser of line 14 or line 19 here and on CBT-100U Schedule A-3, Part I for the member receiving the shared amount.....	20.	

REFERENCE ONLY

Instructions for Form 327
FILM AND DIGITAL MEDIA TAX CREDIT

Use Form 327 to claim any unused Film and Digital Media Tax Credit and/or credit carryforward against the tax otherwise due under the Corporation Business Tax Act (P.L. 2018, c.56, amended by P.L. 2019, c.506) . A corporation may claim this credit for qualified film production expenses and/or any qualified digital media content production expenses incurred between July 1, 2018, and June 30, 2028.

NOTE: Complete only Parts II and III if the full amount of the Film Production Tax Credit claimed on the current return is the result of a Film Production Tax Credit carried forward from a previous privilege period or tax year.

COMBINED RETURN FILERS – If filing a combined return, this form must be completed by the member that earned (purchased) the credit.

PART I QUALIFICATIONS

To be eligible for the tax credit, the answer to question 1 **and** either question 2 or 3 must be “YES.” If the answer to question 1 or both 2 and 3 is “NO,” the taxpayer is not entitled to the Film and Digital Media Tax Credit.

If the taxpayer received a paper tax credit certificate, the original certificate and a copy of the completed Form 327 must be submitted by mail to the New Jersey Division of Taxation, CBT Refunds/Tax Credits, PO Box 259, Trenton, NJ 08695-0259. Failure to submit this documentation by mail will result in the delay and/or denial of the tax credit claimed.

PART II CALCULATION OF THE ALLOWABLE CREDIT AMOUNT AND CARRYOVER

Enter the certificate number, entity name, and FID number as shown on the Film and Digital Media Credit Transfer Certificate issued by the New Jersey Economic Development Authority (NJEDA).

- a) The amount of this credit cannot exceed an amount that would reduce the total tax liability below the statutory minimum. Taxpayers claiming multiple credits must list any credits already applied to the tax liability to ensure accuracy of the calculation for maximum credit allowable.
- b) The minimum tax is assessed based on the New Jersey Gross Receipts as follows:

New Jersey Gross Receipts	CBT-100/BFC-1	CBT-100U	CBT-100S
Less than \$100,000	\$500	\$2,000	\$375
\$100,000 or more but less than \$250,000	\$750	\$2,000	\$562
\$250,000 or more but less than \$500,000	\$1,000	\$2,000	\$750
\$500,000 or more but less than \$1,000,000	\$1,500	\$2,000	\$1,125
\$1,000,000 or more	\$2,000	\$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. The minimum tax is \$2,000 for each member of a combined group that has nexus with New Jersey.

- c) **Line 4** – Enter the amount of the approved Film and Digital Media Tax Credit that is applied to the privilege period covered by the Corporation Business Tax return. Do not include on this line any tax credit carried forward from a prior privilege period.
- d) **Line 10** – List the name and amount of any other tax credits claimed for the period covered by the return.
- e) The amount of the tax credit not applied to the current tax period due to the applicable limitations can be carried over to the seven privilege periods following the original privilege period for which the credit was allowed.

PART III COMBINED RETURN FILERS SHARING CREDIT

Taxable members of a combined group may share their tax credits and credit carryovers with other taxable members of the combined group that are included on the same New Jersey combined return. The decision to share (or not share) tax credits or carryovers remains with the taxable member who generated the tax credit or carryover. Tax credits and credit carryovers may be shared among members of the same combined group regardless of whether such taxable members were part of the same combined group when the tax credit or carryover was generated.

If the taxpayer shared the credit with other taxable members of the combined group, use this portion of the form to track the member with which the credit is being shared, calculate the allowable amount that can be shared, and the amount that can be carried forward for up to seven privilege periods following the original privilege period for which the credit was allowed. A shared credit carryover belongs to the member that originally earned or purchased the credit.

Note: If the member that owns the credit is sharing a portion of their credit with multiple members, include a copy of this section for each member with which the credit is shared.