

ASSEMBLY, No. 4748

STATE OF NEW JERSEY 219th LEGISLATURE

INTRODUCED SEPTEMBER 24, 2020

Sponsored by:

Assemblywoman GABRIELA M. MOSQUERA

District 4 (Camden and Gloucester)

SYNOPSIS

Provides refundable gross income tax credits to staff members at childcare centers.

CURRENT VERSION OF TEXT

As introduced.



1 AN ACT providing refundable gross income tax credits to staff
2 members at child care centers, supplementing Title 54A of New
3 Jersey Statutes.

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5 **BE IT ENACTED** by the Senate and General Assembly of the State
6 of New Jersey:

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8 1. a. A staff member at a child care center shall be allowed a
9 \$1,000 credit against the tax otherwise due pursuant to the “New
10 Jersey Gross Income Tax Act,” N.J.S.54A:1-1 et seq.

11 b. If the amount of credit allowed pursuant to this section for
12 the taxable year, together with any other payments or credits against
13 the tax, reduces the tax liability otherwise due for the taxable year
14 to zero, any amount of credit remaining shall be paid to the
15 taxpayer as a refund of an overpayment of tax pursuant to
16 N.J.S.54A:9-7; provided, however, that subsection (f) of that
17 section, concerning the allowance of interest, shall not apply.

18 c. In the case of married individual filing jointly, each
19 individual shall be permitted to claim the credit pursuant to this
20 section in the taxable year if that individual is eligible for the credit.

21 d. The order of priority of the application of the credit allowed
22 pursuant to this section and any other credits allowed against the
23 gross income tax for the taxable year shall be prescribed by the
24 Director of the Division of Taxation in the Department of the
25 Treasury.

26 e. As used in this section:

27 “Child care center” means as the term is defined in subsection b.
28 of section 3 of P.L.1983, c.492 (C.30:5B-3).

29 “Staff member” means a person employed by or working at a
30 licensed child care center on a regularly scheduled basis during the
31 center’s operating hours, including full-time, part-time, voluntary,
32 contract, consulting, and substitute staff.

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34 2. This act shall take effect immediately and apply to taxable
35 years beginning January 1 next following enactment.

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38 STATEMENT

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40 This bill provides refundable gross income tax credits to staff
41 members at child care centers. The credit is for \$1,000 for the
42 taxable year and can be claimed by both individuals in the case of
43 married individuals filing a joint return. If the credit exceeds the
44 taxpayer’s liability, the taxpayer will receive a refund for the
45 amount in excess of that liability. The bill will take effect
46 immediately and apply to taxable years beginning January 1 next
47 following enactment.