

## **DEFERRED PAYMENT PLANS**

If you are interested in a Deferred Payment Plan to pay your individual and/or business debt owed to the New Jersey Division of Taxation please read the guidelines outlined below and complete the **Deferred Payment Request Form** linked to this page and send with your first payment to the address indicated on the form.

### **Deferred Payment Guidelines:**

1. All required tax returns must be filed up to date with the New Jersey Division of Taxation. An account with delinquencies (returns not filed) will be denied a formal payment plan, until the missing returns are submitted.
2. The maximum length of a plan should be 36 months; however we may negotiate for a shorter duration. Interest will continue accruing.
3. The minimum monthly payment for a plan is \$25; however we may negotiate for a higher monthly payment. Interest will continue accruing.
4. A debt of \$500 or less will not be considered for a formal payment plan. Taxpayers should still submit payments to pay off their debt to the NJ Division of Taxation, PO Box 283, Trenton NJ 08695-0283. You will still be subject to all set-off programs with the Division of Taxation until the debt is paid in full.
5. To protect the interest of the State of New Jersey, a Certificate of Debt (judgment) may be filed against the taxpayer, the partners, the business and responsible officers of a corporation in the NJ Superior Court. The filing of a Certificate of Debt will incur a 5% (of the total debt amount) cost of collection fee. When the debt is paid a Warrant of Satisfaction will be issued.
6. A taxpayer who has an approved payment plan will still be subject to the NJ Division of Taxation's set-off programs but will not be subject to other collection and enforcement actions such as levy or seizure.

**Note:** Set-off programs include the set-off of any federal or state refunds (including states other than New Jersey), Saver and Homestead Rebates; set-off of any payments due to you or your business for services rendered to the State of New Jersey and/or federal government.

Form: <http://www.state.nj.us/treasury/taxation/pdf/dpc1.pdf>