

## PROPERTY TAXES ON FEDERAL AND NJ RETURNS

For each scenario below, fill in your calculated values for:

- **Net Property Taxes to claim on Schedule A line 5b** for Real Estate Taxes
- **Gross NJ Property Taxes** to claim on NJ 1040 for Property Tax Deduction/Credit

Assume taxpayer meets all eligibility requirements to claim deductions and credits

SCENARIO	AMOUNTS TO CLAIM
<p><b>Scenario 1: Homeowner</b></p> <ul style="list-style-type: none"> <li>• Net Taxes Billed on Tax Assessor postcard ..... \$3,595</li> <li>• Property tax Veterans deduction (from taxpayer) ..... \$0</li> <li>• Homestead Benefit received in current tax year ..... \$150</li> <li>• PTR received in current tax year ..... \$495</li> <li>• PTR base year amount..... \$3,000</li> </ul>	<p><b>Amount on Schedule A line 5b</b> _____</p> <p><b>Amount on NJ 1040</b> _____</p>
<p><b>Scenario 2: Homeowner</b></p> <ul style="list-style-type: none"> <li>• Net Taxes Billed on Tax Assessor postcard ..... \$6,250</li> <li>• Real estate taxes paid on a vacation home ..... \$1,000</li> <li>• Property tax Veterans deduction (from taxpayer) ..... \$0</li> <li>• Homestead Benefit received in current tax year ..... \$270</li> <li>• PTR received in current tax year.....N/A</li> <li>• PTR base year amount.....N/A</li> </ul>	<p><b>Amount on Schedule A line 5b</b> _____</p> <p><b>Amount on NJ 1040</b> _____</p>
<p><b>Scenario 3: Homeowner</b></p> <ul style="list-style-type: none"> <li>• Net Taxes Billed on Tax Assessor postcard ..... \$2,029</li> <li>• Property tax Veterans deduction (from taxpayer) .... \$250</li> <li>• Homestead Benefit received in current tax year ..... \$75</li> <li>• PTR received in current tax year ..... \$235</li> <li>• PTR base year amount..... \$1,680</li> </ul>	<p><b>Amount on Schedule A line 5b</b> _____</p> <p><b>Amount on NJ 1040</b> _____</p>

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<p><b>Scenario 4: Homeowner</b></p> <ul style="list-style-type: none"> <li>• Total Tax on Property Tax bill ..... \$7,450</li> <li>• Net Tax on Property Tax bill ..... \$7,200 (received \$250 Veterans Deduction)</li> <li>• Homestead Benefit received in current tax year ..... \$340</li> <li>• PTR received in current tax year..... N/A</li> <li>• PTR base year amount..... N/A</li> </ul>	<p><b>Amount on Schedule A line 5b</b> _____</p> <p><b>Amount on NJ 1040</b> _____</p>
<p><b>Scenario 5: Homeowner</b></p> <ul style="list-style-type: none"> <li>• Taxes paid shown on Mortgage Stmt (1098) ..... \$6,750</li> <li>• Property tax Veterans deduction..... \$0</li> <li>• Homestead Benefit received in current tax year ..... \$320</li> <li>• PTR received in current tax year ..... \$420</li> <li>• PTR base year amount..... \$6,550</li> </ul>	<p><b>Amount on Schedule A line 5b</b> _____</p> <p><b>Amount on NJ 1040</b> _____</p>
<p><b>Scenario 6: Homeowner</b></p> <ul style="list-style-type: none"> <li>• Taxes paid based on cancelled checks ..... \$5,228</li> <li>• Property tax Veterans deduction (from taxpayer) .... \$250</li> <li>• Homestead Benefit received in current tax year ..... \$230</li> <li>• PTR received in current tax year..... N/A</li> <li>• PTR base year..... N/A</li> </ul>	<p><b>Amount on Schedule A line 5b</b> _____</p> <p><b>Amount on NJ 1040</b> _____</p>
<p><b>Scenario 7: Tenant</b></p> <ul style="list-style-type: none"> <li>• Total annual rent paid ..... \$12,000</li> </ul>	<p><b>Amount on Schedule A line 5b</b> _____</p> <p><b>Amount on NJ 1040</b> _____</p>
<p><b>Scenario 8: Mobile Home Owner</b></p> <ul style="list-style-type: none"> <li>• Total site fees paid..... \$4,500</li> </ul>	

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SCENARIO	AMOUNTS TO CLAIM
<p><b>Scenario 9: Renter and Homeowner</b></p> <ul style="list-style-type: none"> <li>• Spouses owned and lived in a house from January 1 through July 31. Paid \$6,000 in property taxes for this period. They then sold the house on July 31</li> <li>• Spouses rented an apartment on June 1. Fixed up apartment during June and July. Moved into apartment on August 1. Paid \$1,000 rent per month</li> </ul>	<p><b>Amount on Schedule A line 5b</b> _____</p> <p><b>Amount on NJ 1040</b> _____</p>
<p><b>Scenario 10: Taxpayer Income under NJ Filing Threshold</b></p> <ul style="list-style-type: none"> <li>• Taxpayer's only income is Social Security and a small pension; gross income on NJ 1040 line 28 is \$8,400</li> <li>• Taxpayer is age 71</li> <li>• Taxpayer owns a home. He/she meets all the general eligibility requirements to claim a property tax deduction/credit</li> </ul>	<p>If taxpayer is not required to file a NJ tax return, can he/she still claim a \$50 property tax credit? _____</p>