

**SCHEDULE  
NJ-BUS-2**  
(Form NJ-1040)

**NEW JERSEY GROSS INCOME TAX  
ALTERNATIVE BUSINESS CALCULATION ADJUSTMENT**

**2016**

|  |   |   |  |   |   |   |
|--|---|---|--|---|---|---|
| Name(s) as shown on Form NJ-1040                   |   |   |  | Your Social Security Number               |   |   |
| <b>PART I INCOME (LOSS)</b>                        |   | <b>Column A</b>                           |  | <b>Column B</b>                           |   |   |
|  |   | <b>Reportable Regular Business Income</b> |  | <b>Alternative Business Income/(Loss)</b> |   |   |
| 1.   | Net Profits From Business   | 1a.                                       |  | 1b.                                       |   |   |
| 2.   | Distributive Share of Partnership Income                          | 2a.                                       |  | 2b.                                       |   |   |
| 3.   | Net Pro Rata Share of S Corporation Income                        | 3a.                                       |  | 3b.                                       |   |   |
| 4.   | Net Gain or Income From Rents, Royalties, Patents, and Copyrights | 4a.                                       |  | 4b.                                       |   |   |
| 5.   | Loss Carryforward From Tax Year 2015                              |   |  | 5b.                                       | ( | ) |
| 6.   | Totals  | 6a.                                       |  | 6b.                                       |   |   |
| <b>PART II ADJUSTMENT CALCULATION</b>              |   |   |  |   |   |   |
| 7.   | Total Regular Business Income                                     | 7.  |  |   |   |   |
| 8.   | Total Alternative Business Income/(Loss). (If loss, enter zero)   | 8.  |  |   |   |   |
| 9.   | Business Increment (Line 7 minus Line 8)                          | 9.  |  |   |   |   |
| 10.  | Adjustment Percentage   | 10.                                       |  | 0.50                                      |   |   |
| 11.  | Alternative Business Calculation Adjustment (Line 9 x 0.50)       | 11.                                       |  |   |   |   |
| <b>PART III LOSS CARRYFORWARD TO TAX YEAR 2017</b> |   |   |  |   |   |   |
| 12.  | Loss Carryforward to Tax Year 2017                                | 12.                                       |  | (   |   | ) |

**Instructions**

- Line 1a. Enter the amount from Line 17 of Form NJ-1040.
- Line 1b. Enter the amount from Part I, Line 4 of Schedule NJ-BUS-1 (Form NJ-1040).
- Line 2a. Enter the amount from Line 20 of Form NJ-1040.
- Line 2b. Enter the amount from Part II, Line 4 of Schedule NJ-BUS-1 (Form NJ-1040).
- Line 3a. Enter the amount from Line 21 of Form NJ-1040.
- Line 3b. Enter the amount from Part III, Line 4 of Schedule NJ-BUS-1 (Form NJ-1040).
- Line 4a. Enter the amount from Line 22 of Form NJ-1040.
- Line 4b. Enter the amount from Part IV, Line 4 of Schedule NJ-BUS-1 (Form NJ-1040).
- Line 5b. Enter the amount from Line 12 of your 2015 Schedule NJ-BUS-2 (Form NJ-1040).
- Line 6a. Enter the total of Lines 1a through 4a.
- Line 6b. Enter the total of Lines 1b through 5b, netting gains with losses.
- Line 7. Enter the amount from Line 6a of this schedule.
- Line 8. Enter the amount from Line 6b of this schedule. If loss, enter zero here.
- Line 9. Subtract Line 8 from Line 7. If the result is zero, enter zero on Line 11 and continue with Line 12.
- Line 10. The adjustment percentage for tax year 2016 is 50% (0.50).
- Line 11. Multiply the amount on Line 9 by 50% (0.50). Enter here and Line 34 of Form NJ-1040.
- Line 12. If the amount on 6b is a loss, enter the amount of the loss on this line. Otherwise, enter zero.