

ST14-15 NJ Resident with Philadelphia Wage Tax

Background: NJ-PA Reciprocity Agreement

The NJ/PA Reciprocity Agreement does not apply to income or wage tax imposed or collected by the City of Philadelphia.

Federal Return

- Same as usual – except for W-2(s) with Local Tax and Local Name in blocks 19 and 20, be sure to enter information on TWO W-2 form
- **Note:** If PA withholding entered on W-2, see Special Topic ST13-08 NJ Resident with PA Withholding

NJ Return

- NJ 1040 Pg 3, block 41
 - Enter Jurisdiction Code 52
 - Link to NJ Sch A
- NJ Sch A
 - Line 1, enter Income actually taxed in Philadelphia
 - Line 1 Indicate Name, enter 52
 - Line 9a, enter Wage Tax paid on line 1 income

Thanks to: John Gibson (Burlington County)