

Food Desert Relief Tax Credit Auction

The Food Desert Relief Tax Credit Auction helps businesses reduce their New Jersey taxes while raising funds to address food insecurity in NJEDA-designated Food Desert Communities around the state. The NJEDA will continue its sale of Corporation Business Tax (CBT) and Insurance Premium Tax (IPT) credits through a competitive auction to businesses operating in the State. Companies may bid on tax credits below par value, but at no less than a minimum price of \$0.85 per dollar.

PROGRAM FEATURES

2024 Auction Results:

- \$20M of tax credits sold to 6 buyers
- Buyers received over \$2M in tax savings
- Average price of 90%

2023 Auction Results:

- \$15M of tax credits sold to 4 buyers
- Buyers received \$1.925M in tax savings
- Average price of 87%

Auction Details:

- Corporation Business Tax (CBT) credits
- Insurance Premium Tax (IPT) credits
- Minimum bid size of \$500,000
- Minimum bid price of 85% (\$0.85 per \$1.00 of tax credits)
- Next auction date TBD

STRENGTHENING FOOD SECURITY

Proceeds from the Food Desert Relief Tax Credit Auction support NJEDA programs like FEED NJ, which is awarding \$30 million in grants to innovative projects that strengthen food access and food security in the state's most acute Food Desert Communities. Over 1.5 million New Jersey residents live in a Food Desert Community, which are located in all 21 counties. Learn more at www.njeda.gov/food-security-programs.

Bidders *do not* need to be in the food industry, be in a Food Desert Community, or make any ongoing commitments beyond the purchase transaction.

2023 & 2024 Auction Purchasers



Bidders do not need to be in the food industry, be in a Food Desert Community, or make any ongoing commitments beyond the purchase transaction.

Program Website