



MULTISTATE TAX COMMISSION
Working Together Since 1967 to
Preserve Federalism and Tax Fairness

TO: Executive Committee
FROM: Lennie Collins, Nexus Committee Chair
RE: Nexus Committee Activities First Quarter FY 2013
DATE: November 15, 2012

Open Session

This report reviews Nexus Committee activity during the first quarter of fiscal year 2013 (July 1 through Oct. 31, 2012).

Committee Activities

The committee met on July 31, 2012 in Grand Rapids, Michigan. It heard staff reports about activities of the National Nexus Program, including its voluntary disclosure program, which recovered \$12.5 million on behalf of Nexus member-states in fy 2012.

During the first quarter of FY 2013 (July 1 – Oct 31, 2012), the Commission:

- Recovered \$1,837,608 on behalf of Nexus member-states through 104 completed contracts.
- Recovered \$145,761 on behalf of Nexus non-member states through 20 completed contracts.

These amounts do not include interest or the future value of a new taxpayer.

The committee explored the following issues in preparation for decisions on them at its next meeting.

- *Template voluntary disclosure agreement.* This is the text of the standard agreement offered to states in multi-state voluntary disclosure. The committee discussed how to preserve uniformity in light of continuing changes requested by states. The committee also considered several of these proposed changes, including a change to the uniform deadlines.

- *Procedures of Multi-state Voluntary Disclosure.* This document provides rules that govern the Commission's multi-state program. The committee discussed a number of issues, including how to preserve uniformity, and whether to make certain changes.
- *Nexus Charter.* The Charter summarizes the National Nexus Program's purpose and activities. Some of the activities have changed in practice since its last update. The committee approved a motion to develop suggestions for the Executive Committee.