



Nexus Committee Annual Report Fiscal Year 2007

The Nexus Committee of the Commission's National Nexus Program is chaired by Joe Thomas, Connecticut Department of Revenue Services. Lee Evans of New Jersey is vice-chair.

The committee held in-person meetings November 15, 2006 and March 22, 2007. Each meeting was attended by approximately 35 people. Most Nexus Program member states were represented. Highlights of the committee's activities in fiscal year 2007 are:

- Considered the costs and benefits of a uniformity action regarding how long nexus lasts, probably in cooperation with the Uniformity Committee. This is an on-going project.
- Suspended the lead-set program, which involved states sending nexus enforcement leads to the MTC, which consolidated the information and sent it back to the states. The value of the information was found to be insufficient in light of the cost of collection.
- Considered cooperative state action with respect to a specific sales/use tax enforcement issue and shared information with respect to another specific sales/use tax enforcement issue.
- Implemented the feed-back loop, in which states report to the MTC how much revenue in future years they receive from taxpayers who have completed a voluntary disclosure. The purpose is to allow MTC staff to provide states revenue information with respect to the voluntary disclosure program without reliance on estimates.
- Oversaw three Nexus Schools: Michigan, Colorado, and Connecticut.
- Georgia, New Hampshire, and New Mexico joined the National Nexus Program and the committee.