

Multistate Tax Commission



Resolution No. 00-4

Resolution on the White Paper Entitled Sales and Use Tax Compliance Agreements

WHEREAS, the Federation of Tax Administrators facilitated the formation of a task force of state tax administrators and taxpayer representatives to address the issues posed by the use of EDI technology and other electronic business processes; and

WHEREAS, this task force is formally entitled the Task Force on EDI Audit and Legal Issues for Tax Administration, and is composed of representatives of the Committee on State Taxation, the Institute of Professionals in Taxation, the Tax Executives Institute, the Multistate Tax Commission, the Federation of Tax Administrators and chief tax administrators from several state tax administration agencies; and

WHEREAS, the Task Force has published a Sales and Use Tax Compliance Agreements (SUTCA) white paper that examines agreements between taxing agencies and taxpayers, specifying an agreed-upon method for calculating and remitting tax on specified purchases, and identifying alternative reporting methodologies, best practices and recommendations for taxpayers and tax authorities to follow when entering into these agreements; and

WHEREAS, the SUTCA White Paper is believed to represent an appropriate balance between the interests of tax administrators and taxpayers and will provide a measure of consistency and uniformity for taxpayers and promote effective tax administration; now, therefore, be it

RESOLVED, that the Multistate Tax Commission thanks all individuals who devoted their time and effort in developing and refining the SUTCA White Paper; and be it further

RESOLVED, that the Multistate Tax Commission respectfully encourages its members to review the SUTCA White Paper, to work with taxpayers in addressing issues associated with alternative reporting methodologies and to share experiences and approaches with other States.

Adopted this 28th day of July 2000 by the Multistate Tax Commission.

Dan R. Bucks, Executive Director