

Resolution 97-3

Paper W-2 Demonstration Project

WHEREAS, the Internal Revenue Service, Social Security Administration and the States have undertaken a three-year pilot project to evaluate the utility of receiving W-2 information in an electronic format from a central agency, and

WHEREAS, the Internal Revenue Service is financing all costs associated with providing W-2 information in an electronic format to the States for the three-year pilot period, and

WHEREAS, States are combining this data with information already being received via magnetic media and are incorporating this information into their normal compliance activities to evaluate the benefit of receiving W-2 information in electronic format from a central agency, and

WHEREAS, thirty-three States have agreed to participate in the third year of the Paper W-2 Demonstration Project, and

WHEREAS, the Internal Revenue Service and Treasury Department have agreed to finance the Paper W-2 Demonstration Project for a fourth year to allow participating States ample time to evaluate the benefits of the W-2 program,

NOW, THEREFORE, BE IT RESOLVED, that the Multistate Tax Commission thanks the Internal Revenue Service, Social Security Administration, and Treasury Department for their support of the Paper W-2 Demonstration Project, and

BE IT FURTHER RESOLVED, that the Multistate Tax Commission urges the Internal Revenue Service and Social Security Administration to institutionalize the W-2 Program, and

BE IT FURTHER RESOLVED, that the Multistate Tax Commission urges the Office of Management and Budget to fund the developmental costs of institutionalizing the W-2 Program, and

BE IT FINALLY RESOLVED, that this resolution will expire on the day before the Multistate Tax Commission Annual Meeting in 2001.

Adopted this 8th day of August, 1997, by the Multistate Tax Commission.

Dan R. Bucks, Executive Director