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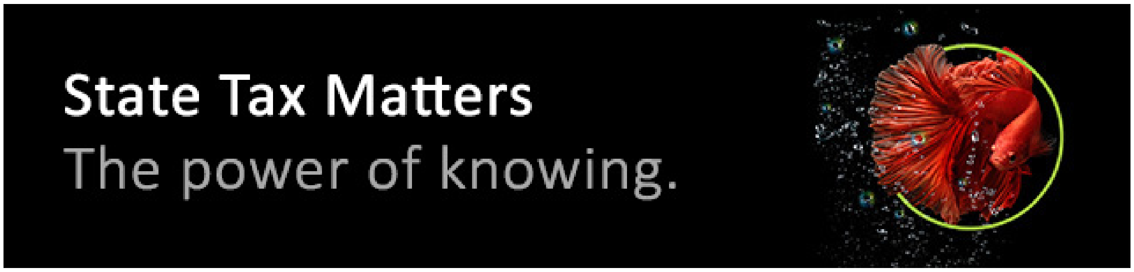

Administrative/Voluntary Disclosure

Pennsylvania: Philadelphia DOR Issues VDA Program Reminder Allowing for Potential Six-Year Lookback

The City of Philadelphia, Pennsylvania Department of Revenue reminds City taxpayers with unmet property and/or business tax filing or payment obligations that they may use the Department's voluntary disclosure program to attain compliance with the City's tax rules and potentially receive a six-year lookback period and waiver of underlying penalties.

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Income/Franchise

Indiana DOR Updates Guidance on Reporting Partnership Level Tax Audit Adjustments

Indiana Department of Revenue guidance addressing state procedures and policies for reporting partnership level tax audit adjustments has been updated to, among other changes, reflect the enactment of Indiana's pass-through entity tax for tax years 2022 and later.

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Montana DOR Issues Publication on Newly Enacted Elective Pass-Through Entity Tax

The Montana Department of Revenue posted additional implementation guidance on Montana's new elective entity level tax for certain pass-through entities addressing how to make the election, estimated payment requirements and other tax compliance-related matters.

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New Jersey Division of Taxation Comments on Individual Income Tax Application of Hedge Fund Legislation

Commenting on state hedge fund law, the New Jersey Division of Taxation explains that nonresident taxpayers will not be deemed to be carrying on a trade or business in New Jersey for state gross income tax purposes if their only activity is the buying and selling of intangible personal property.

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Gross Receipts

Ohio: CAT Rule Changes Reflect New Law on CAT Exclusion and Annual Minimum Tax

The Ohio Department of Taxation adopted rule changes reflecting recently enacted legislation that, among other tax law changes, removes Ohio's commercial activity tax (CAT) minimum tax and increases the taxable gross receipts exclusion from the current first $1 million to the first $3 million.

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Washington DOR Proposes Changes to Rule Addressing Sourcing of Services for B&O Tax Purposes

Based on interim guidance and stakeholder feedback on its rule addressing the sourcing of services for

Washington business and occupation tax purposes, the Washington Department of Revenue has proposed changes reflecting how to attribute receipts from services relating to the customer’s business activities.
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Washington Board of Tax Appeals Addresses B&O Tax Sourcing Methodology for IT Service Company
The Washington Board of Tax Appeals recently examined the appropriate Washington business and occupation (B&O) tax sourcing methodology for an in-state company providing information technology services that primarily involve translating client websites into foreign languages, creating and updating customer-facing websites, providing support for product launches in foreign markets, merchandising support, and website management.
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Washington DOR Explains Taxation Involving Online Fundraising through Crowdfunding
New Washington Department of Revenue guidance explains the state sales/use and business and occupation tax consequences of online fundraising for projects through crowdfunding that involves a host, the project creator, and backers.
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Sales/Use/Indirect
North Carolina: Letter Ruling Addresses Taxability of Electronically Transmitting Reformatted Messages
The North Carolina Department of Revenue issued a redacted letter ruling to a taxpayer utilizing a computer processing application to reformat customer inputs to its short message peer-to-peer protocol and then transmitting the messages to telecom carriers for delivery to designated recipients, concluding that such services meet North Carolina’s definition of taxable telecom services rather than information services.
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Property
Connecticut Supreme Court Upholds Validity of Taxing Out-of-State Registered Vehicles Based on In-State Storage
The Connecticut Supreme Court affirmed that Connecticut’s motor vehicle property tax is a valid, nondiscriminatory tax that does not violate the dormant Commerce Clause, reasoning that any double taxation results from the interaction of two different but nondiscriminatory state tax schemes.
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Wisconsin DOR Explains New Law Eliminating Taxes Levied on Personal Property
The Wisconsin Department of Revenue issued guidance on the application and implementation of new law providing that, beginning with Wisconsin property tax assessments as of January 1, 2024, no taxes shall be levied on personal property, including business machinery and equipment, tools, and furniture.
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Multistate Tax Alerts

Throughout the week, we highlight selected developments involving state tax legislative, judicial, and administrative matters. The alerts provide a brief summary of specific multistate developments relevant to taxpayers, tax professionals, and other interested persons. Read the recent alerts below or visit the archive.

No new alerts were issued this week. Be sure to refer to the archives to ensure that you are up to date on the most recent releases.

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