



State of New Jersey  
DEPARTMENT OF THE TREASURY  
DIVISION OF TAXATION  
PO Box 240  
TRENTON NJ 08695-0240

JON S. CORZINE  
Governor

July 18, 2007

BRADLEY I. ABELOW  
State Treasurer  
DIRECTOR'S OFFICE  
TEL (609) 292-5185  
FAX -- TRENTON (609) 984-2061

Mr. Scott Peterson, Executive Director  
Streamlined Sales Tax Governing Board  
4205 Hillsboro Pike, Suite 305  
Nashville, TN 37215-3339

Dear Executive Director Peterson:

This letter is intended to update the Streamlined Sales Tax Governing Board on the status of the New Jersey Gross Receipts Tax on Fur (Fur Tax).

Permit me to begin by saying that the Corzine administration continues in its support of New Jersey's participation in the Streamlined Sales Tax Project. As you know, New Jersey has been fully engaged in the SSTP since its inception and values its position as a full member state. As expressed in the past, we believe that New Jersey is in full compliance with the SSTP, notwithstanding the Fur Tax. Yet we appreciate the concerns raised by the Governing Board about the tax, and we remain committed to working with the State Legislature to secure its repeal.

The Division of Taxation had anticipated that a repeal of the tax would have been accomplished before the Legislature's summer recess. Unfortunately, given fiscal pressures requiring resolution prior to the adoption of the Fiscal Year 2008 budget, consideration of the Fur Tax has been delayed until the Legislature returns in the fall. The repeal will be considered along with amendments to the Sales and Use Tax Act that must be in place by January 1, 2008 to continue in compliance.

If you have any questions concerning this matter, please do not hesitate to call me at (609) 292-7391.

I thank you for your consideration of this matter.

Very truly yours,

Maureen Adams  
Acting Director  
Division of Taxation

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