Post Transaction Issues – Project Statement

Background

- Members of the business community have expressed a strong interest in developing guidance on state practices for “post transaction issues.”
- The benefit of disclosure would be greater transparency of state practices for taxpayers and sharing of practices between member states.
- For 2014, the Streamlined Executive Committee recommended this item as one of their priorities.
- This document is intended to be a framework for initiating a project on disclosure of post transaction issues.

What are post transaction issues?

“Post transaction issues” is not a term defined in the Streamlined Sales and Use Tax Agreement. Conceptually, these issues include activities after the sale is complete.

Identifying, the issues for disclosure would be part of the project scope, but it is anticipated that at a minimum layaways and refunds would be included.

Proposed project scope

While it is likely that this project, if taken up, would evolve over time, the project scope should address the following:

- What types of administrative practices will post transaction issues include?
  - Layaways (what does this contemplate?)
  - Refunds (what does this contemplate?)
  - Other
- What form should the disclosure take?
  - Addition to the existing online taxability matrix
  - Best practice matrix
  - Voluntary supplemental matrix
  - Other
- What should the format for disclosure take?

Next Steps

- SLAC consensus vote for moving the project forward.
- Report to the Governing Board
- Formation of workgroup