



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

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GOVERNOR

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STREAMLINED SALES AND USE TAX AGREEMENT
AMENDMENT TO SECTION 806 "AGREEMENT ADMINISTRATION"
October 11, 2006

The State of Michigan offers the attached proposed amendment to section 806 "Agreement Administration" of the Streamlined Sales and Use Tax Agreement. The amendment offered specifically proposes that the governing board be required to meet once in each calendar quarter with one meeting designated the annual meeting and no more than one of the calendar quarter meetings held electronically.

Michigan believes that the Streamlined effort is in a very dynamic state of evolution currently and for the foreseeable future. We further believe that such a state requires a high level of involvement by the governing board members.

Currently, only an annual meeting is required by the Agreement, and recent meetings have been scheduled as much as five months apart. More frequent meetings would not only provide for more active engagement in the issues by delegates, but would also enable more extensive discussion and careful consideration of amendments and other proposals than recent packed agendas have allowed. Face to face meetings will also allow more one on one interaction between delegates with a corresponding increased understanding of individual positions being espoused.

For the reasons set forth above, Michigan offers the amendment. Please telephone Mr. Dale Vettel or Mr. Mike Eschelbach of the Michigan Department of Treasury at (517)373-3210 with questions.