72 (Rev. 4-15)

STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

GRETCHEN WHITMER
GOVERNOR

RACHAEL EUBANKS
STATE TREASURER

January 17, 2020

Craig Johnson, Executive Director
Streamlined Sales Tax Governing Board, Inc.
100 Majestic Drive, Suite 400
Westby, WI 54667

Re: Michigan Statement of Noncompliance with Requirements of the SSUTA

Dear Mr. Johnson,

The Streamlined Sales Tax Governing Board determined that Michigan is not in substantial compliance with the following requirement of the SSUTA:

- Section 318.C. – Uniform Tax Returns – Under the Agreement, a state must allow sellers to file the simplified electronic return (SER), regardless of whether they are registered under the Agreement or not. In addition, states must allow these returns to be filed using webservices. At the time of the Compliance Review and Interpretations Committee (CRIC) review in 2019 and at the Governing Board meeting in October 2019, Michigan confirmed that they were not able to allow non-CSPs to file using webservices.

Michigan's certificate of compliance does not reflect that it was not in substantial compliance with the above provision because Michigan was not aware of this compliance issue until after it had submitted its certificate.

Since being found not in substantial compliance with the above requirement, Michigan has made changes to its processing system and now complies with this requirement. For a non-CSP to file using webservices, the seller or service provider must submit form 5707, *Michigan Letter of Intent to Participate in SER Webservice Program,* and provide testing files upon request.

Please let me know if you have any questions regarding this or need additional information.

Sincerely,

Lance Wilkinson, Director
Bureau of Tax Policy
Michigan Department of Treasury