



# TaxNewsFlash

## United States

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### **KPMG reports: Georgia (manufacturing exemption); New York (unclaimed property); New York (MTA surcharge); Ohio (transcription services); Multistate (economic nexus)**

KPMG's This Week in State Tax—produced weekly by KPMG's State and Local Tax practice—focuses on recent state and local tax developments.

- **Georgia:** The Department of Revenue issued a letter ruling that concludes a taxpayer engaged in paper shredding and sales of shredded paper was not a manufacturer and thus not exempt from sales and use tax.
- **New York:** The state Comptroller revised the reach-back period, from 20 years to 10 years, for unclaimed property holders that participate in the Comptroller's unclaimed property voluntary compliance program.
- **New York:** The rate of the metropolitan transportation business tax (MTA) surcharge—imposed on a portion of the New York State franchise tax—has increased to 28.3% (up from 28%) for tax years beginning on or after January 1, 2017, and before January 1, 2018.
- **Ohio:** The Board of Tax Appeals upheld the assessment of sales and use tax on a medical practice's purchase of medical transcription services, finding that the services were taxable as automatic data processing services (and not exempt personal or professional services).
- **Multistate:** Two more states—Nebraska and Mississippi—would join other states if legislative proposals that would impose an economic nexus standard for sales tax purposes are enacted.

Read more at KPMG's [\*This Week in State Tax\*](#)

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