



TaxNewsFlash

United States

No. 2017-113
March 13, 2017

KPMG reports: Alabama (streaming services); California (water's edge); South Dakota (internet retailers)

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.

- **Alabama:** The Department of Revenue has proposed regulations that would treat “streaming services” as rentals of tangible personal property and thus would extend the rental tax to streaming services.
- **California:** A proposed bill would eliminate the water's-edge election and would affect corporate taxpayers and their ability to make the election for tax years beginning after January 1, 2017. Other proposals would affect individual taxpayers.
- **South Dakota:** A state court issued a decision in favor of three internet retailers in a case challenging the constitutionality of the state's economic nexus sales tax standard. The court held that the state is prohibited from imposing sales tax collection and remittance requirements on the retailers.

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

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