KPMG

TaxNewsFlash

United States

No. 2018-249
July 2, 2018

KPMG reports: Louisiana (sales tax); Massachusetts (apportionment); Pennsylvania (federal bonus depreciation)

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.

- **Louisiana:** Newly enacted legislation extends until June 30, 2025, an additional state sales and use tax levy that was first adopted during the state's 2016 budget crisis. This temporary one-cent sales tax was set to expire June 30, 2018. The new legislation, however, continues the additional levy, but reduces the rate from 1.0% to 0.45% effective July 1, 2018. Thus, Louisiana's overall state sales and use tax rate will be 4.45% (i.e., separate tax levies of 2.0%, 1.0%, 0.97%, 0.03, and 0.45%).

- **Massachusetts:** The Appellate Tax Board ruled that on out-of-state taxpayer was a "manufacturing corporation" required to use single-sales factor apportionment for the tax years at issue.

- **Pennsylvania:** The Department of Revenue issued guidance stating that it would not allow 100% bonus depreciation under IRC section 168(k) for assets placed in service after September 27, 2017. The guidance provides that a taxpayer would not be allowed any additional depreciation deduction on those assets until the entity either sold or otherwise disposed of the assets.

Read more at KPMG's ***This Week in State Tax***

The information contained in TaxNewsFlash is not intended to be "written advice concerning one or more Federal tax matters" subject to the requirements of section 10.37(a)(2) of Treasury Department Circular 230, as the content of this document is issued for general informational purposes only, is intended to enhance the reader's knowledge on the matters addressed therein, and is not intended to be applied to any specific reader's particular set of facts. Although we endeavor to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. Applicability of the information to specific situations should be determined through consultation with your tax adviser.

© 2018 KPMG LLP, a Delaware limited liability partnership and the U.S. member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity. All rights reserved. Printed in the U.S.A.

The KPMG name and logo are registered trademarks or trademarks of KPMG International.

KPMG International is a Swiss cooperative that serves as a coordinating entity for a network of independent member firms. KPMG International provides no audit or other client services. Such services are provided solely by member firms in their respective geographic areas. KPMG International and its member firms are legally distinct and separate entities. They are not and nothing contained herein shall be construed to place these entities in the relationship of parents, subsidiaries, agents, partners, or joint venturers. No member firm has any authority (actual, apparent, implied or otherwise) to obligate or bind KPMG International or any member firm in any manner whatsoever.

Direct comments, including requests for subscriptions, to Washington National Tax. For more information, contact KPMG's Federal Tax Legislative and Regulatory Services Group at + 1 202.533.4366, 1801 K Street NW, Washington, DC 20006-1301.

To unsubscribe from TaxNewsFlash-United States, reply to Washington National Tax.

Privacy | Legal

© 2018 KPMG LLP, a Delaware limited liability partnership and the U.S. member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity. All rights reserved. Printed in the U.S.A.

The KPMG name and logo are registered trademarks or trademarks of KPMG International.