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## **WITH REPEAL ON THE LINE, SERVICE TAX IMPLEMENTATION PROCEEDS**

The Department of Treasury continues to proceed with implementation of the expanded sales tax on services, and faces a decision next week on whether to send thousands of compliance forms to businesses at a time when the Legislature has agreed to repeal the tax but is at odds as to how to do it.

The House returns to session Monday to take up the Senate changes in the Michigan Business Tax provisions to replace the services tax, which is otherwise to go into effect the following Saturday.

Treasury spokesperson Terry Stanton said all steps are virtually complete to implement the tax, which must be done until the Legislature agrees to repeal it. "We are continuing to post new information and guidance on our [website](#), which is the best place to go for forms, filing dates and information on which services are subject to the tax and which services and subservices are exempt," he said.

He said officials will have to "pull the trigger" early next week on whether to mail the forms and instructions to thousands of business taxpayers. "We have some information that needs to go, but with all that's been happening, we've been trying to hold off and save the headaches of sending forms out and then having to tell businesses to disregard them," he said.

The targeted businesses are both those that currently are registered to pay sales and use taxes, and others that are not currently registered.

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