

Sales and Use Tax Accounting

4th Edition

Steven M. Bragg

Table of Contents

Sales and Use Tax Accounting	1
Learning Objectives.....	1
Introduction	1
What are Sales and Use Taxes?	2
What is Tangible Personal Property?.....	4
What are Taxable Services?.....	4
Sales Tax License	4
Sales Tax Calculation.....	5
Sales Tax Accounting.....	7
Cash or Accrual Basis Accounting.....	8
Sales Taxes Liability Account.....	9
Sales Tax Presentation	9
Account Reconciliation	9
Sales Tax Remittances.....	10
Over-Collected Sales Tax	11
Under-Collected Sales Tax	12
Late Filing Penalties and Interest.....	13
Response to Notice of Non-Filing	14
Sales Tax Nexus	16
Tax Remittances Required Under Nexus	17
Nexus Avoidance.....	17
The South Dakota vs. Wayfair Case (Economic Nexus).....	17
Sales Tax Exemptions.....	20
Private Letter Rulings.....	22
Sales Tax Exemption Certificates.....	23
Multiple Points of Use Certificate.....	27
Sales Tax Holidays	29
Special Situations	29
Streamlined Sales and Use Tax Agreement.....	30
Use Tax	30
Additional Use Tax Issues.....	32
Buying and Selling a Business.....	33
Sales Tax Audits	33
Errors in Compliance	36
Audit Best Practices.....	36
Reverse Audits	40
Additional Sales and Use Tax Topics.....	40
Policies	41
Training	41
Software	41
Summary	41

Table of Contents

Review Questions	43
Review Answers.....	45
Glossary	47
Index.....	49