



Important Information for Participants in the Connecticut/New York State Simplified Sales and Use Tax Reporting Program

The 1988 *Reciprocal Agreement Between the State of Connecticut and the State of New York providing for the Exchange of Tax Information and Cooperative Tax Administration* ("Reciprocal Agreement") is being terminated. Provisions regarding the exchange of tax information are being retained through the amendment of the *Reciprocal Agreement of the Department of Revenue Services of the State of Connecticut and the Department of Taxation and Finance of the State of New York Providing for the Exchange of Sales and Use Tax Information, signed June 10, 1982*. Changes occurring as a result of the termination of the Reciprocal Agreement are described below for both Connecticut-based program participants and New York State-based program participants. The New York State Tax Department and the Connecticut Department of Revenue Services contacted affected program participants to explain these changes, and to inform them of their future filing and reporting requirements.

Effect on Connecticut-based participants

Form OP-284, *Schedule K - Schedule for Connecticut Vendors to Report New York State and Local Sales and Use Tax*, Form OP-400, *Schedule H - Report of Clothing and Footwear Sales Eligible for Exemption*, and Form OP-407, *Schedule Q - Report of Sales to a Qualified Empire Zone Enterprise (QEZE) Eligible for Exemption*, will no longer be used to report New York State and local sales and use taxes.

For Connecticut-based **monthly and quarterly** filers, the last sales tax return filed under the Reciprocal Agreement will be for the period ending **September 30, 2009**. Beginning October 1, 2009, Connecticut-based monthly and quarterly filers must begin reporting and remitting New York sales tax on a quarterly basis using New York State Form ST-100, *New York State and Local Quarterly Sales and Use Tax Return*. The first New York State sales tax return filed by Connecticut-based monthly and quarterly filers will include taxable activity for New York State for the partial period October 1, 2009, through November 30, 2009, and will be due on December 21, 2009.

For Connecticut-based **annual** filers, the last sales tax return filed under the Reciprocal Agreement was for the period that ended **December 31, 2008**. Connecticut-based annual filers must begin reporting and remitting New York sales tax on a quarterly basis using New York State Form ST-100, *New York State and Local Quarterly Sales and Use Tax Return*. The first New York State sales tax return filed by Connecticut-based annual filers will include taxable activity for New York State for the period of January 1, 2009, through November 30, 2009, and will be due on December 21, 2009.

Going forward, the New York State Tax Department will evaluate all Connecticut-based filers to determine if they are required to file on a monthly basis, or if they qualify for annual filing, under New York State's statutory and regulatory provisions.

Effect on New York State-based participants

Form OS-114, *Schedule for New York Vendors to Report Connecticut Sales Tax (NYS ST-100.11, ST-809.11, ST-810.11 and ST-101.11)*, will no longer be used to report Connecticut sales and use taxes. The Connecticut Department of Revenue Services will be contacting New York State-based vendors with additional information on filing and reporting Connecticut sales and use taxes.

For New York State-based **monthly filers**, the last sales tax return filed under this agreement will be Form ST-810.11 for the period ending **November 30, 2009**. The first Connecticut sales and use tax return for New York State-based monthly filers will be the return filed for the month of December 2009. The return is due to be filed with the Connecticut Department of Revenue Services by February 1, 2010.

For New York State-based **quarterly filers**, the last sales tax return filed under this agreement will be Form ST-100.11 for the period ending **November 30, 2009**. The first Connecticut sales and use tax return for New York State-based quarterly filers will be the return filed for the partial quarterly period of December 1, 2009, through December 31, 2009. The return is due to be filed with the Connecticut Department of Revenue Services by February 1, 2010.

For New York State-based **annual filers**, the last sales tax return filed under this agreement was Form ST-101.11 for the period that ended **February 28, 2009**. The first Connecticut sales and use tax return for New York State-based annual filers will include taxable activity for Connecticut for the partial period of March 1, 2009, through December 31, 2009. The return is due to be filed with the Connecticut Department of Revenue Services by February 1, 2010.

NOTE: An Important Notice is generally issued to announce a singular event, such as an update to a previously issued tax form or instruction, or to announce a new due date for filing returns and making payments of tax because of a natural disaster. The Department does not revise previously issued N-Notices.