



Expanded Voluntary Disclosure Agreements

September 21, 2020

Business Advisory Council

Alyson Fouts

Expanded Voluntary Disclosure Agreement

- Temporary expansion from July 15 – November 30, 2020
- Applicants must:
 - Submit application online by Nov. 30, 2020.
 - Disclose the business name within 15 days of application
 - Make full payment within 30-days of the assessment issue date
- Collected but unremitted retail sales tax does not qualify

Expanded VDA Criteria

Businesses eligible for program

Traditional VDA Criteria	Temporary Expanded VDA Criteria (July 15 - Nov. 30, 2020)
Businesses never registered with or reported taxes to the department	<ul style="list-style-type: none"> • Businesses that closed their tax registration prior to Jan. 1, 2020. <ul style="list-style-type: none"> ◦ This includes businesses that have previously filed tax returns. • Businesses that were placed on Active Non-Reporting status prior to Jan. 1, 2020.
Businesses never contacted by the department for enforcement purposes	<ul style="list-style-type: none"> • Businesses whose most recent enforcement contact was prior to July 1, 2019. <ul style="list-style-type: none"> ◦ Enforcement contact made on or after July 1, 2019 would disqualify the business from receiving voluntary disclosure benefits. ◦ Businesses that have been contacted at any time by the department regarding Wayfair, Marketplace Fairness, or Remote Seller Relief, do not qualify for the VDA program. • Businesses who have not been named as an affiliate of another business through an enforcement contact. <ul style="list-style-type: none"> ◦ "Named affiliates" means affiliates addressed specifically by name, by the department through enforcement contact, or by the businesses in a response to enforcement contact by the department.
Businesses not engaged in evasion or misrepresentation in reporting tax liabilities	<ul style="list-style-type: none"> • No change.

VDA Data

- 213 applications have been received since July 15
 - 80 have been identified as needing “expanded” treatment
 - 76 would have qualified for standard treatment
 - 13 Denied
 - 44 still need to be analyzed
- 14 Expanded VDA audits issued since program opened
 - \$1.6 million assessed
 - \$1.5 million paid
 - \$ 600,000+ penalties waived

UPDATE: Flexible COVID Payment Plan

- 2127 total requests (153 withdrawn)
- 1974 active request
 - 381 need agent follow-up
 - 1593 payment plan set up
- Of 1593 payment plans
 - 87% active
 - 4% paid in full
 - 9% defaulted
- Program ends this month – applies to tax liabilities due by July 31st



Business Licensing and Tax System Upgrade

On Sept. 15 we upgraded My DOR with a:

- More mobile-friendly look and feel
- Action items list for important tasks specific to a business's account
- New feature to view returns and payments *across* business accounts
- Self-service option to set up a payment plan

Self-Service Payment Plans

To qualify, businesses must have:

- Received a bill from the Department
- Total tax amount due (including penalties and interest) greater than \$100 and less than \$100,000
- A bank account that allows direct debit (ACH debit) payments
- No active DOR tax warrants or tax liens
- No active payment plans or a payment plan in the past 12 months
- Filed actual figures
- An active business license (not revoked)
- No tax avoidance or evasion penalties included the tax liabilities
- No active bankruptcy

Self-Service Payment Plans

Self-Service Payment Plan



Select One of the Payment Plans Below

3 Month Option

Monthly Payment Amount

\$2,188.70

Total Interest Paid

\$21.81

Total Penalty Paid

\$675.00

Total Paid

\$6,525.90

Select 3 Months

6 Month Option

Monthly Payment Amount

\$1,131.27

Total Interest Paid

\$44.22

Total Penalty Paid

\$914.20

Total Paid

\$6,787.51

Select 6 Months

9 Month Option

Monthly Payment Amount

\$767.75

Total Interest Paid

\$68.66

Total Penalty Paid

\$1,011.92

Total Paid

\$6,909.67

Select 9 Months

12 Month Option

Monthly Payment Amount

\$582.65

Total Interest Paid

\$93.38

Total Penalty Paid

\$1,069.31

Total Paid

\$6,991.78

Select 12 Months

NOTE: Penalties and interest will accrue during the term of the payment plan. Learn more about [penalties and interest](#).



Thank you!