



TaxNewsFlash

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KPMG reports: Arkansas (REMICs); Indiana (databases); Ohio (gift baskets)

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.

- **Arkansas:** The Office of Revenue Legal Counsel issued a legal ruling addressing excess inclusion income issues for holders of REMICs, and concluded that because Arkansas has adopted IRC subchapter M in its entirety, excess inclusion income must be included and reported for Arkansas income tax purposes.
- **Indiana:** The Department of State Revenue found that a real property listings database was not subject to sales tax and that the taxpayer was entitled to a refund of sales taxes paid on granting customers access to that data.
- **Ohio:** The state Supreme Court held that a company engaged in the production of gift baskets qualified for a sales and use tax exemption for materials used in creating the gift baskets. The high court also addressed the taxability of the taxpayer's labor charges.

Read more at KPMG's [*This Week in State Tax*](#)

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