

## Sales/Use/Indirect:

### Massachusetts DOR Proposes Regulation on New Accelerated Sales Tax Remittance Requirements

*830 CMR 62C.16B.1: Advance Payments of Sales and Use Tax and Room Occupancy Excise (Proposed Regulation)*, Mass. Dept. of Rev. (11/23/21). The Massachusetts Department of Revenue proposed a new regulation explaining the procedures for the advance payment of certain Massachusetts sales and use tax liabilities pursuant to legislation enacted in 2020 [see H.5164 (2020) for more details on this new law], which sought to “modernize” the timeline for sales tax remittance and collection in Massachusetts by directing certain businesses that have collected and remitted more than \$150,000 in sales tax or room occupancy and meals tax in the prior calendar year to remit collections from the first three weeks of each month in the final week of the same month. The proposal addresses which taxpayers may or may not be subject to Massachusetts’ advance payment requirement; discusses potential imposition of a 5% penalty on the amount of an underpayment; and provides some examples illustrating how taxpayers must make the requisite calculations. The proposed regulation would be effective for taxable periods ending after April 1, 2021. A virtual public hearing on the proposal is scheduled for December 16, 2021. Please contact us with any questions.

**URL:** <https://www.mass.gov/regulations/830-CMR-62c16b1-advance-payments-of-sales-and-use-tax-and-room-occupancy-excise-working-draft>

**URL:** <https://malegislature.gov/Bills/191/H5164>

— Inna Volfson (Boston)  
Senior Manager  
Deloitte Tax LLP  
[ivolfson@deloitte.com](mailto:ivolfson@deloitte.com)

Ray Cheng (Boston)  
Senior Manager  
Deloitte Tax LLP  
[raycheng@deloitte.com](mailto:raycheng@deloitte.com)

This document contains general information only and Deloitte is not, by means of this document, rendering accounting, business, financial, investment, legal, tax, or other professional advice or services. This document is not a substitute for such professional advice or services, nor should it be used as a basis for any decision or action that may affect your business. Before making any decision or taking any action that may affect your business, you should consult a qualified professional advisor. Deloitte shall not be responsible for any loss sustained by any person who relies on this document.

#### About Deloitte

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited (“DTTL”), its global network of member firms, and their related entities (collectively, the “Deloitte organization”). DTTL (also referred to as “Deloitte Global”) and each of its member firms and related entities are legally separate and independent entities, which cannot obligate or bind each other in respect of third parties. DTTL and each DTTL member firm and related entity is liable only for its own acts and omissions, and not those of each other. DTTL does not provide services to clients. Please see [www.deloitte.com/about](http://www.deloitte.com/about) to learn more.