

MTC Meeting – Spring 2026

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Digital Economy: Taxability

Terminology Confusion

- Digital Goods/Products v. Digital Services
 - Digital Automated Services
 - Information Services
 - Personalized v. Generic
 - Data Processing Services
 - “Digital Assets” = Crypto-assets
- Bundled Transaction v. Mixed Transaction
- True Object v. Minimal Human Intervention

Base Broadening

- Policy Point: Impose consumption tax on all consumption
 - Expand to services?
 - Expand to intangibles?
 - Crypto-asset transactions
 - Stock transactions
 - What about sales tax pyramiding/cascading for business inputs??

The Business Input Dilemma

- Broad exemption certificate regime for business inputs
 - What if end product/service is not subject to sales tax?
 - Compliance/enforcement of broad “business input” exemption process?

Questions / Discussion / Contact Information



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