

## Case Study: *Sales & Use Tax Refund Reviews for Health Care Treatment Facilities*

A chain of for-profit interventional radiology treatment centers received refunds totaling \$559,000 from Pennsylvania, Maryland, and New Jersey for sales & use tax that was overpaid over the course of approximately five years.

McKonly & Asbury's SALT group performed a sales & use tax review for this taxpayer. An initial review usually consists of reviewing one year of purchase invoices and discussing the client's business operations. The initial review is free and no commitment is required. Once we have performed the initial review, we will prepare a brief memo discussing potential refund and/or exposure issues.

If refund potential is found, we represent the client at hearings before appeal boards and prepare all arguments and evidence for relief.

While we perform this service for our clients in the hopes of being able to find significant tax savings for them, not every review results in significant up-front savings like this one. We also look for potential exposures issues to be corrected and offer "best practices" tips for complying with sales & use tax reporting requirements. Therefore, even when refund potential does not exist, a sales & use tax review can usually lead to a few value-added recommendations along the way.

## Background

- Chain of interventional radiology treatment centers.
- Operating across the United States.

## Solutions

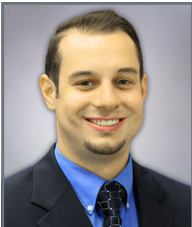
Reviewed operations and purchase invoices to determine where the client was erroneously paying sales tax.

Invoices included: medical supplies, remodeling contracts, and snow removal, among other items.

## Savings

# \$559,000

of cash refunds from PA, MD, and NJ.



Michael Eby, Senior Manager, leads McKonly & Asbury's State and Local Tax practice. He has assisted dozens of clients during various state sales & use tax appeals and refund reviews.

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