

# FREED & SHEPHERD, P.C.

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File Number:

January 29, 2010

Dear Clients and Professional Advisors:

## Sales and Use Taxes

It is no secret that states have stepped up their efforts to increase revenues during these trying times. Freed & Shepherd, P.C. has been retained to help various clients with sales tax audits. In the last year, we have successfully defended Virginia's attempts to tax the prescription of gynecological devices and the installation of custom built cabinets, both of which were defended successfully.

At present we are engaged in defending the imposition of the Virginia use tax against a Georgia contractor doing business in Virginia and the imposition of the Massachusetts sales tax against a Georgia software developer who sold the source code to its system to a Delaware corporation doing business in Massachusetts but using the software in Texas.

If you have any questions or need assistance in a potential or pending matter, please feel free to call us.

/s/ Freed & Shepherd, P.C.