



# This Week in State Tax (TWIST)

January 26, 2026



## The Rounding Roundup – States providing guidance for a penniless world

In response to the federal phase-out of the penny, states are continuing to provide guidance for taxpayers on handling the application of sales tax to transactions that require rounding because of the inability to make exact change. We will continue to track these through TWIST, providing a list of the states as well as links to where you can find the direct guidance.

State	Guidance
Florida	<a href="#">Tax Information Publication 25A01-18</a>
Georgia	<a href="#">Policy Bulletin SUT 2025-02</a>
Iowa	<a href="#">Sales Tax Rounding</a>
Kentucky	<a href="#">Penny Shortage</a>
Michigan	<a href="#">Sales and Use Tax Notice Regarding Federal Phase Out of the Penny</a>
New Jersey	<a href="#">Cash Transaction Rounding Guidance Due to Penny Supply Changes</a>
North Carolina	<a href="#">Sales and Use Tax Directive 26-1</a>
Tennessee	<a href="#">End of Penny Production</a>

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