

Zulchat

Are You Required to Collect Sales Tax From Your Customers & New Changes for Online Sales to Out-of-State Customers!

Are you required to collect sales tax from your customers?

You may be required to collect New York sales tax from your customers on the products and/or services that you sell. Every person who sells tangible personal property or taxable services (even if you make sales from your home, are a temporary vendor, or only sell once a year) must register with the Tax Department before beginning a business.

If you are required to collect sales tax, you must register to collect sales tax and will need to file sales tax returns. Click on the links below for more information:

https://www.tax.ny.gov/pubs_and_bulls/tg_bulletins/st/do_i_need_to_register_for_sales_tax.htm

https://www.tax.ny.gov/pubs_and_bulls/tg_bulletins/st/how_to_register_for_nys_sales_tax.htm

https://www.tax.ny.gov/pubs_and_bulls/tg_bulletins/st/filing_requirements_for_sales_and_use_tax_returns.htm

For additional information about sales and use tax, please visit New York State Department of Taxation and Finance at <https://www.tax.ny.gov/bus/st/stdix.htm>

If, after reviewing the information pertaining to NYS sales and use tax, you still have questions, please contact our office.

New Changes for Online Sales to Out-of-State Customers!

If you have internet/web sales in other states besides NY, please note new sales tax laws (Remote Seller Nexus Thresholds) have gone into effect in many states already with others to follow in 2019. Each state's Nexus threshold is as follows:

- The following states require sales tax to be collected then filed if internet sales are \$100,000 or more, or 200 or more separate transactions are made (and possible other requirements): CO, HI, IL, IN, IA, KY, LA, ME, MD, MI, NE, NV, NJ, NC, ND, RI, SC, SD, UT, VT, WA, WV, WI, WY.
- The following states require sales tax to be collected then filed if internet sales are \$250,000 or more, or there are 200 or more retail sales transactions (and possible other requirements): AL, CT, GA.
- The following states require sales tax to be collected then filed if there are 10 or more transactions totaling more than \$100,000, or 100 or more retail sales transactions: MN.
- The following states require sales tax to be collected then filed if there are \$10,000 or more in sales: OK, PA.
- The following states require sales tax to be collected then filed if internet sales are more than \$500,000 (and possible other requirements): TN.

Note: All information above provided by Avalara.

If any of the above pertains to you, please visit each state's taxation website for additional sales and use tax information, business registration, and filing requirements.

