810-6-2-.90.03 Requirements for Certain Out-of-State Sellers Making Significant Sales into Alabama. (NEW RULE)

(1) Notwithstanding the provisions of Rule 810-6-2-.90.01, entitled Seller’s Responsibility to Collect and Pay State Sales Tax and Seller’s Use Tax, out-of-state sellers who lack an Alabama physical presence but who are making retail sales of tangible personal property into the state have a substantial economic presence in Alabama for sales and use tax purposes and are required to register for a license with the Department and to collect and remit tax pursuant to Section 40-23-67, Code of Alabama 1975, when,

(a) Seller’s retail sales of tangible personal property sold into the state exceed $250,000 per year based on the previous calendar year’s sales; and

(b) Seller conducts one or more of the activities described in Section 40-23-68, Code of Alabama 1975;

(2) Sellers may satisfy the requirements described in (1) above by one of the following methods:

(a) Using the collecting, reporting and remitting provisions of Article 2, Chapter 23 of Title 40, Code of Alabama 1975, or


(3) This rule shall apply to all transactions occurring on or after January 1, 2016.

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History: