

# STATES SALES/USE TAX NEXUS SUMMARY

UPDATED AS OF 12/7/2020



State		Click-Through Nexus Effective Date	Affiliate Nexus Effective Date	Reporting Requirements Effective Date	Economic Nexus Effective Date	Economic Nexus Threshold - \$ Sales	AND / OR	Economic Nexus Threshold - # Orders	Marketplace Nexus Effective Date
Alabama	AL		8/24/2012	7/1/2017	10/1/2018	\$ 250,000.00		na	1/1/2019
Alaska	AK					\$ 100,000.00		200	
Arizona	AZ					\$ 150,000.00			
Arkansas	AR	10/27/2011	10/27/2011		7/1/2019	\$ 100,000.00	OR	200	7/1/2019
California	CA	9/15/2012	9/15/2012		4/1/2019	\$ 500,000.00			10/1/2019
Colorado	CO	7/1/2014	7/1/2014	7/1/2017	4/14/2019	\$ 100,000.00			10/1/2019
Connecticut	CT	5/4/2011	5/4/2011	12/1/2018	12/1/2018	\$ 100,000.00	AND	200	12/1/2018
D.C.	DC					\$ 100,000.00	OR	200	4/1/2019
Florida	FL					Any inventories stored in FL triggers Nexus			
Georgia	GA	7/18/2012	10/1/2012	1/1/2019	1/1/2019	\$ 100,000.00	OR	200	
Hawaii	HI				7/1/2018	\$ 100,000.00	OR	200	1/1/2020
Idaho	ID	7/1/2018	7/1/2008		6/1/2019	\$ 100,000.00			6/1/2019
Illinois	IL	1/1/2015	7/1/2011		10/1/2018	\$ 100,000.00	OR	200	
Indiana	IN				10/1/2018	\$ 100,000.00	OR	200	7/1/2019
Iowa	IA	1/1/2019	1/1/2019	1/1/2019	1/1/2019	\$ 100,000.00			1/1/2019
Kansas	KS	10/1/2013	7/1/2013			Any sales will trigger nexus			
Kentucky	KY			7/1/2013	10/1/2018	\$ 100,000.00	OR	200	7/1/2019
Louisiana	LA	4/1/2016	4/1/2016	7/1/2017	1/1/2019	\$ 100,000.00	OR	200	
Maine	ME	10/9/2013	10/9/2013		7/1/2018	\$ 100,000.00	OR	200	
Maryland	MD				10/1/2018	\$ 100,000.00	OR	200	7/1/2019
Massachusetts	MA				10/1/2017	\$ 500,000.00	AND	100	
Michigan	MI	10/1/2015	10/1/2015		10/1/2018	\$ 100,000.00	OR	200	
Minnesota	MN	7/1/2013	10/1/2018		10/1/2018	\$ 100,000.00	OR	100	10/1/2018
Mississippi	MS				9/1/2018	\$ 250,000.00		na	
Missouri	MO	8/28/2013	8/28/2013						7/1/2020
Nebraska	NE				4/1/2019	\$ 100,000.00	OR	200	4/1/2019
Nevada	NV	10/1/2015	7/1/2015		11/1/2018	\$ 100,000.00	OR	200	
New Jersey	NJ	7/1/2014			11/1/2018	\$ 100,000.00	OR	200	1/1/2019
New Mexico	NM				7/1/2019	\$ 100,000.00			7/1/2019
New York	NY	5/8/2008	6/1/2009		6/21/2018	\$ 300,000.00	AND	100	6/1/2019
North Carolina	NC	8/7/2009			11/1/2018	\$ 100,000.00	OR	200	9/1/2019
North Dakota	ND				10/1/2018	\$ 100,000.00	OR	200	10/1/2019
Ohio	OH	7/1/2015	7/1/2015		1/1/2018	\$ 500,000.00			
Oklahoma	OK		11/1/2016	4/10/2018	8/1/2018	\$ 100,000.00			4/10/2018
Pennsylvania	PA	12/1/2011	12/1/2011	4/1/2018	7/1/2019	\$ 100,000.00			4/1/2018
Rhode Island	RI	8/17/2017	8/17/2017	8/17/2017	8/17/2017	\$ 100,000.00	OR	200	8/17/2017
South Carolina	SC				11/01/2018	\$ 100,000.00			4/26/2019
South Dakota	SD		7/1/2011	7/1/2011	11/1/2018	\$ 100,000.00	OR	200	3/1/2019
Tennessee	TN	7/1/2015	1/1/2014	3/26/2012	7/1/2017	\$ 500,000.00			
Texas	TX		1/1/2012		10/1/2019	\$ 500,000.00			9/1/2019
Utah	UT		7/1/2012		1/1/2019	\$ 100,000.00	OR	200	10/1/2019
Vermont	VT	12/1/2015		7/1/2017	7/1/2018	\$ 100,000.00	OR	200	7/1/2019
Virginia	VA		9/1/2013		7/1/2019	\$ 100,000.00	OR	200	7/1/2019
Washington	WA	9/1/2015		1/1/2018	3/14/2019	\$ 100,000.00			1/1/2018
West Virginia	WV		1/1/2014		1/1/2019	\$ 100,000.00	OR	200	7/1/2019
Wisconsin	WI				10/1/2018	\$ 100,000.00	OR	200	
Wyoming	WY				2/1/2019	\$ 100,000.00	OR	200	7/1/2019

## Nexus Definitions

**Click-Through Nexus:** If a retailer or service provider contracts with an individual or company located in-state who directly or indirectly refers potential customers to the retailer through a web link for a commission/other consideration upon sale, the retailer is considered to maintain a place of business in that state. Thresholds apply and vary by state. Pay-per-click, banner and other advertising do not qualify if payment is not contingent upon a sale.

**Affiliate Nexus:** If an affiliated person of the retailer with a physical presence, or employees or agents in state, has sufficient nexus in state to require the retailer to collect and remit sales and use taxes on taxable retail sales of tangible personal property or services. Some states have expanded these provisions to include activities by unrelated parties performed on the seller's behalf.

**Economic Nexus:** Generally correlates with a set level of sales or gross receipts activity within the state. No physical presence is required.

**Marketplace Nexus:** If an online marketplace operates its business in a state and provides e-commerce infrastructure as well as customer service, payment processing services and marketing, the marketplace facilitator is required to register and collect tax as the retailer rather than the individual sellers. This could also impose reporting requirements on the marketplace facilitator.

**Reporting Requirements:** Retailer must notify buyers that they must pay and report state use tax on their purchases. Retailer may be required to send purchasers an annual statement of all of their purchases from the retailer.

**Reporting requirement:** Generally speaking, if a seller does not collect sales/use taxes, there is a reporting requirement for the seller to report name of customer, address, order date and amount etc.

**Other than economic nexus, sellers or other businesses with inventories, sales person, servers to receive orders or other factors which may create sales/use tax nexus in a state should consult a professional accountant or tax adviser to ensure sales/use tax compliance. For most states, keeping inventories in a warehouse in a state creates sales/tax nexus. Therefore, FBA sellers likely have sales/use tax nexus in any FBA state where they have inventories.**