

Sales/Use/Indirect:

Illinois DOR Responds to Survey on Sales Tax Nexus Standards, Enforcement Policies, and Sourcing

General Information Letter ST-22-0014, Ill. Dept. of Rev. (4/14/22). Responding to a third-party's lengthy survey of state tax departments on sales tax nexus standards, enforcement policies and sourcing, the Illinois Department of Revenue (Department) explains that Illinois' sales tax nexus policy encompasses both physical and economic presence, including that remote retailers with either i) cumulative gross receipts from sales of tangible personal property to purchasers in Illinois of \$100,000 or more; or ii) 200 or more separate transactions from the sale of tangible personal property to purchasers in Illinois in the immediately preceding four quarters generally satisfy Illinois' economic presence standards. The Department's responses to the survey also cover several related sales tax topics, including trailing nexus, temporary or sporadic presence, nexus enforcement policies, sourcing and method of delivery, sharing economy, marketplace facilitators, activities of unrelated parties, distribution and delivery, and drop shipment transactions. Please contact us with any questions.

URL: <https://www2.illinois.gov/rev/research/legalinformation/lett rulings/st/Documents/2022/ST22-0014-GIL.pdf>

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