



Resale Transaction Scenarios

These scenarios are intended to provide several common examples of resale transactions across Alaska. The presumption in each of these scenarios is that the business purchaser is making the purchase solely for resale in Alaska.

Scenario #1 - Alaskan business in local taxing jurisdiction being charged WA sales tax based on WA point of delivery

- Alaskan business would fill out the MTC Uniform resale certificate with their local resale certificate number.
- This would be sufficient evidence to exempt the Alaskan business from the WA sales tax in accordance with WA state guidance.
- Alaskan business should provide their MTC Uniform resale certificate to their vendor to receive exemption.

Scenario #2 - Alaskan business in non-taxing jurisdiction being charged WA sales tax based on WA point of delivery.

- If Alaskan business is remote seller, i.e., conducts remote sales across AK, the business should register with ARSSTC regardless of economic nexus threshold.
 - Business should apply for ARSSTC remote reseller certificate and complete the MTC Uniform resale certificate with their ARSSTC Remote reseller certificate number.
- If Alaskan business is not a remote seller, i.e., does not conduct remote sales across AK, the business does not qualify for the ARSSTC remote reseller certificate and will not be able to use the MTC Uniform resale certificate.

Scenario #3 - Alaskan business in local taxing jurisdiction being charged their local sales tax by remote seller.

- Business should provide their local resale certificate to the remote seller to obtain exemption.

Scenario #4 – Alaskan business located outside local taxing jurisdiction, being charged their local sales tax by remote seller based on point of delivery inside city.

- Business is not entitled to local exemption certificate due to not conducting business in local taxing jurisdiction.
- If business is remote seller, i.e., conducts remote sales across AK, the business should register with ARSSTC regardless of economic nexus threshold.
 - Business should apply for ARSSTC remote reseller certificate and complete the MTC Uniform Resale Certificate with their ARSSTC Remote Reseller Certificate number.
- If Alaskan business is not a remote seller, i.e., does not conduct remote sales across AK, the business does not qualify for the ARSSTC Remote Reseller Certificate and will not be able to use the MTC Uniform Resale Certificate.

Scenario #5 - non-Alaskan business being charged AK sales tax by supplier / drop-shipper due to point of delivery in AK taxing jurisdiction.

- Business should register with the ARSSTC as remote seller regardless of economic nexus threshold.
 - Business should apply for ARSSTC Remote Reseller Certificate and complete the MTC Uniform Resale Certificate with their ARSSTC Remote reseller certificate number.

Helpful Links

MTC Uniform Sales Tax Exemption Certificate: <https://www.mtc.gov/Resources/Uniform-Sales-Use-Tax-Resale-Certificate>

ARSSTC Remote Reseller Exemption Certificate: <https://arsstc.org/wp-content/uploads/2021/05/ARSSTC-Seller-Remote-Resale-Certificate-Application-fillable.pdf>