



Karas Test Business
2806 John Street 4
Juneau, AK 99801

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This notice is providing clarification on whether shipping charges on remote sales are subject to sales tax. The scenario in question is when a customer orders a product, and the customer is charged a shipping / delivery fee by the seller.

In general, shipping / delivery fees charged by remote sellers are subject to sales tax when associated with the sale of a taxable item and separately stated. For jurisdiction specific guidance, please visit <https://alaska.ttr.services/>, search for the jurisdiction in question, click on the "General Merchandise" section and scroll down for "Shipping Charges-Separately Stated-Associated with a Sale of Taxable Items".

For the full ARSSTC Interpretation 2021.01 discussing Shipping & Delivery charges in more detail, please visit: <https://arsstc.org/wp-content/uploads/2021/01/2021.01-Shipping-Delivery-Charges.pdf>

Please contact us with any additional questions at AMSTP@akml.org or 907-790-5300.

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