



**Subject:** Remote Sales – Repeal of Transaction Thresholds

**Tax:** Municipal Sales Tax

**Applicable Code:** Uniform Code, Section 040(A)

**Issued by:** Alaska Remote Seller Sales Tax Commission

**Effective Date:** January 1, 2025

### **Background**

Alaskan municipalities that are members of the Alaska Remote Seller Sales Tax Commission (ARSSTC) require remote sellers and marketplace facilitators with appropriate economic nexus into Alaska to collect and remit local sales taxes to the ARSSTC.

Since 2020, the collection and remittance requirement for remote sellers and marketplace facilitators was based on whether a seller met certain economic nexus thresholds. These thresholds included both a threshold based on the volume of gross sales delivered into the State of Alaska, and a threshold based on the number of transactions delivered into the State of Alaska.

### **Repeal of Transaction Thresholds**

As a part of numerous amendments to the Alaska Remote Seller Uniform Code that were adopted in July 2024 by the ARSSTC Board of Directors and ARSSTC Member Jurisdictions, the transaction thresholds were repealed. The effective date of the repeal is January 1, 2025. After the repeal, the Remote Seller and Marketplace Facilitator Thresholds are as follows:

In the current or previous calendar year, the remote seller's statewide gross sales, including the seller's marketplace facilitator's statewide gross sales, from the sale(s) of property, products or services delivered in the state meets or exceeds one hundred thousand dollars (\$100,000).

### **Remote Sellers Exceeding the Transaction Thresholds**

Prior to January 1, 2025, Remote Sellers and Marketplace Facilitators may have registered with the ARSSTC solely because they exceeded the Transaction Threshold. A Remote Seller or Marketplace Facilitator may cancel its registration with the ARSSTC if it meets the following requirement:

- *Did not make gross sales delivered into the State of Alaska of more than \$100,000 during 2024.*

If the seller meets the above requirement, it may elect to cancel its registration with the ARSSTC or remain registered with the ARSSTC. However, a remote seller or marketplace facilitator must continue to collect and remit until its ARSSTC registration is cancelled.

To cancel its registration and close out its ARSSTC sales tax account, the Remote Seller or Marketplace Facilitator must complete the [ARSSTC Remote Seller Account Closure Form](#).