

Sales/Use/Indirect:

Washington: Proposed Rule Reflects Expansion and Extension of Exemption for Some International Investment Management Companies

Proposed Amended Wash. Admin. Code (WAC) section 458-20-15503 (WSR 23-23-068), Wash. Dept. of Rev. (11/9/23). The Washington Department of Revenue issued proposed revisions to its sales and use tax rule on digital products to reflect recently enacted legislation [see S.B. 5565, signed by gov. 5/9/23, and *State Tax Matters*, Issue 2023-20, for more details on this new law], and explain that the purchase of standard financial information by a qualifying international investment management company, or by persons affiliated with a qualifying international investment management company, is exempt from both Washington retail sales and use tax. The proposal includes some relevant definitions for this exemption, as well as sunsets it on July 1, 2031, rather than July 1, 2021. The proposal is being made through an expedited rulemaking process, and any objections to this process must be made in writing and received by January 22, 2024. Please contact us with any questions.

URL: <https://dor.wa.gov/sites/default/files/2023-11/20-15503cr5frmdraftNov23.pdf?uid=6554060822abd>

URL: <https://app.leg.wa.gov/billsummary?BillNumber=5565&Initiative=false&Year=2023>

URL: https://dhub.deloitte.com/Newsletters/Tax/2023/STM/230519_14.html

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