

Sales/Use/Indirect:

Iowa: Proposed Rule Changes Address Resale and Manufacturing Exemptions, Remote and Marketplace Sales, and Digital Products

Proposed Regs. sections 701—225.1(423), et al.; Proposed Regs. sections 701—215.2(423), et al.; Proposed Regs. sections 701—205.1(423), et al.; Proposed Reg. sections 701—207.1(423), et al.; and Proposed Reg. sections 701-206.1(423), et al., Iowa Admin. Bulletin (12/13/23). The Iowa Department of Revenue has proposed changes to several state sales and use tax administrative rules addressing such topics as:

URL: <https://www.legis.iowa.gov/docs/aco/bulletin/12-13-2023.pdf>

- Application of Iowa's resale exemption;
- Changes to Iowa's manufacturing and processing exemption;
- Sourcing sales of taxable services, tangible personal property, and specified digital products for Iowa purposes;
- Policy surrounding Iowa's sales and use tax requirements for remote and marketplace sellers; and
- The taxability of bundled transactions in Iowa.

Virtual public hearings on these proposals are scheduled for January 3, 2024, and any written comments are due by January 2, 2024. Please contact us with any questions.

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