

**Postponement of Effective Date
of Tax Department Policy Change on
Sales Tax on Parking Services**

TSB-M-08(4)S, *Sales Tax on Parking Services*, announced a reversal of the department's position that a vendor who sells or rents motor vehicles could use an exempt use certificate when purchasing parking services. The effective date of this change was to be September 1, 2008.

However, in order to allow a reasonable time for vendors of parking services to implement this change, the effective date of this change is postponed until January 1, 2009. Therefore, vendors of parking services will be required to collect sales tax from vendors who sell or rent motor vehicles on charges made for parking, garaging, or storing motor vehicles beginning January 1, 2009.

In addition, the department will not assess sales tax for periods prior to January 1, 2009, if a vendor of parking services accepted a properly completed exemption certificate based upon the information provided in TSB-M-91(7)S, provided the vendor begins collecting sales tax on those services beginning January 1, 2009.

NOTE: A TSB-M is an informational statement of existing Department policies or of changes to the law, regulations, or Department policies. It is accurate on the date issued. Subsequent changes in the law or regulations, judicial decisions, Tax Appeals Tribunal decisions, or changes in Department policies could affect the validity of the information presented in a TSB-M.