

STATEMENT IN LIEU OF A

RURAL AREA FLEXIBILITY ANALYSIS

DEPARTMENT OF TAXATION AND FINANCE

A Rural Area Flexibility Analysis is not being submitted with this rule because it will not impose any adverse impact on rural areas. In addition, this rule will not impose any additional reporting, record-keeping, or other compliance requirements on public or private entities in rural areas. The rule does not distinguish between regulated parties located in rural, suburban, or metropolitan areas of this State. The rule merely provides that separately stated, reasonable charges for alterations to all items of clothing, regardless of where the services are preformed, are to be treated as tailoring, a service specifically excluded from State and local sales and compensating use taxes.