

POLICY

Tax Requirements Updated for Purchases from Out-of-State Dealers

05-07-2020-Release Note

When a customer purchases a vehicle from an out-of-state dealer, credit is allowed for any taxes paid, even if that state offers a non-resident exemption. Counties will no longer need to attempt to collect Idaho tax and instruct the customer to apply for a refund from a state that offers the exemption, or provide the customer with an MVM-5 if the customer refuses to do so.

This policy supersedes the policy currently appearing in sections 4200 and 4215 of the Sales and Use Tax Guide for Vehicle & Vessel Transactions. That publication is in the process of being revised and an updated version will be posted to the county SharePoint site in the near future.