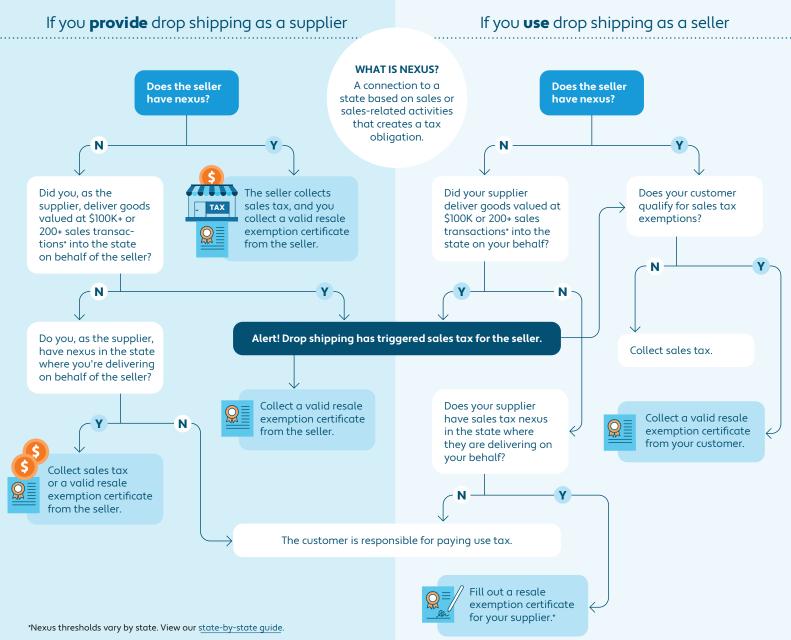
## HOW SALES TAX WORKS FOR DROP SHIPPING

A guide to understanding U.S. sales tax rules on drop shipping for sellers and suppliers





DISCLAIMER: Tax rates, rules, and regulations change frequently.
Although we hope you'll find this information helpful, this report is for informational purposes only and does not provide legal or tax advice.

## **DEFINITIONS**

Seller: The company (usually retail or ecommerce) that accepts a product order from a customer.

Supplier: The company (often a manufacturer or wholesaler) that delivers the product to the customer.

Customer: The person or entity that placed the order.