



Automobile Dealers Association of Indiana, Inc.

REGULATORY BULLETIN

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BULLETIN #20

IDOR UPDATES FAQ WEBSITE FOR AUTO DEALERS – ANSWERS SALES TAX REFUND QUESTIONS

IDOR has added to their listing of Frequently Asked Questions for Auto Dealers. These questions and answers are also applicable for trailers and watercraft. They have asked ADAI to inform its membership of this site. This site is a public site so anyone can get to it. [It is also shown on the dealer hidden website.]

<http://www.in.gov/dor/business/dealer-faq.html>

IDOR asks that dealers please pay particular attention to questions #3, #4 and #5 as they pertain to "credit" for tax paid. The examples explain that there are no refunds to be paid by either Indiana or another state even though a tax credit is allowed. IDOR explains: "This is a 'NONREFUNDABLE' credit, which means the credit can eliminate another tax due but does not create a refund if the Indiana tax is greater than another state's tax. Many customers have called to complain that their salesmen are telling them the other state (or Indiana) will refund the tax difference. There are no provisions in the tax statutes for a refund in these situations."

Please make sure appropriate personnel in your dealership are informed of this website and are familiar with its subject matter. If you are unable to access the website and would like a copy of the "Auto Dealers' Frequently Asked Questions" faxed to you, please contact ADAI headquarters at (800) 872-0363 or (317) 635-1441. We'll be happy to fax a copy to you.

If you have any questions regarding the sales tax changes or refunds, please contact the IDOR Tax Compliance Section at (317) 232-2339.