

# HOUSE RESEARCH

## Bill Summary

**FILE NUMBER:** H.F. 2461

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**Version:** The delete everything amendment (H2461DE1)

**Authors:** Quam and others

**Subject:** Sales tax exemption for equipment used by Internet service providers

**Analyst:** Pat Dalton

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Provides a sales tax exemption for machinery and equipment used by an Internet service provider (ISP) to provide Internet access and related services. Defines an ISP as a business providing Internet access to others through one or more points of presence on the Internet. A “point of presence” is a physical location that houses servers, routers, ATM switches, and digital/analog call aggregators needed to interact with the Internet. Related services include other services provided along with access, such as Web site building and hosting, cloud storage, and similar data processing and information services.

Effective for sales and purchases after June 30, 2016.