

City of Colorado Springs

Tax Guide

Engaged in Business

Engaged in business means performing or providing services or selling, leasing, renting, delivering or installing tangible personal property for use, storage, or consumption within the City. Engaged in business includes, but is not limited to, any one of the following activities by a person:

- A. Directly, indirectly, or by subsidiary maintains a building, store, office, salesroom, warehouse or other places of business within the taxing jurisdiction;
- B. Sends one or more employees, agents or commissioned sales persons into the taxing jurisdiction to solicit business or to install, assemble, repair, service or assist in the use of its products, or for demonstration or other reasons;
- C. Maintains one or more employees, agents or commissioned sales persons on duty at a location within the taxing jurisdiction;
- D. Owns, leases, rents or otherwise exercises control over real or personal property within the taxing jurisdiction; or
- E. Makes more than one delivery, even if through a common carrier, into the taxing jurisdiction within a twelve (12) month period.
- F. Any retailer who is engaged in business in the City must be licensed and must collect sales tax on all taxable retail sales.

CS CODE SECTION

2.7.104 Words and Phrases:

Business,

Engaged in Business

2.7.102, 2.7.106, 2.7.201, 2.7.301

2.7.311, 2.7.312, 2.7.409

Related Tax Guides

Sales Tax Guide

This guide provides an overview of specific subject matter and is not intended to be substituted for the full text within the City of Colorado Springs Tax Code.

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Retailers or other persons who are engaged in business within the City also have the responsibility of paying sales or use tax on the purchase of tangible personal property or taxable services if the items are used, stored, consumed or distributed within the City.

Common Example

1. A business located outside of the City sells tangible personal property and delivers the product to a customer within the city. The business fits the definition of engaged in business through the delivery and must obtain a city sales tax license and collect city sales tax.

Question? email us at:
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