

**City of Roy
Mental Health Tax
Car Dealers and Leasing Companies
Effective July 1, 2021**

Effective July 1, 2021, local sales and use tax within the City of Roy will increase one-tenth of one percent (.001). The tax will be used for chemical dependency or mental health purposes.

Businesses must collect the appropriate new rate of sales tax for retail sales and services provided within the City of Roy. Persons or businesses within the City of Roy will be subject to the new rate of use tax on items purchased for their personal or business use if sales tax has not been paid.

Special Reporting Instructions for Sales or Leases of Motor Vehicles:

Businesses that report sales or leases of motor vehicles (for up to the first thirty-six months of the lease) will need to report using the following location code and tax rate. After the first thirty-six months of motor vehicle leases, the original city code should be used.

Location	Location Code Number	Local Sales Tax Rate	State Sales Tax Rate	Total Sales Tax Rate
Roy MVET	2762	.015	.065	.080

Reporting Instructions for Retail Sales:

Businesses that report retail sales (other than sales or leases of motor vehicles) will need to report using the following location code and tax rate:

Location	Location Code Number	Local Sales Tax Rate	State Sales Tax Rate	Total Sales Tax Rate
Roy	2712	.016	.065	.081

Below is an example of how to report local retail sales tax on your excise tax return assuming sales of motor vehicles total \$50,000 and repairs total \$10,000 in the City of Roy.

Location Code	Taxable Amount	Local Rate	Tax Due Cities or Co.
2712	10,000 00	.016	160 00
2762	50,000 00	.015	750 00
TOTAL TAXABLE	60,000 00	TOTAL	910 00

Tax Classification	Taxable Amount	Rate	Tax Due
Motor Vehicle Sales/Leases (eff. 7/1/03)	50,000 00	.003	150 00

New sales tax applies i.e. service and parts.

Represents only motor vehicle sales.

Note: The three-tenths of one percent (.003) Motor Vehicle Sales/Lease Tax that was implemented July 1, 2003 still applies to the sale, lease, or rental of motor vehicles.

To determine the proper codes and rates of local sales tax you may access our Tax Rate Lookup Tool located at dor.wa.gov. On the home page, click on the **Find a sales or use tax rate** link.

This notice is being sent to businesses that have reported local sales or use tax to any of the above location codes within the last year.

If you have questions, or if Sales Tax Collection Schedules are needed, please go to our web site at dor.wa.gov or call the Department of Revenue at 360-705-6705.