WASHINGTON STATE DEPARTMENT OF REVENUE

LOCAL SALES TAX CHANGE

PIERCE COUNTY
Special Hotel/Motel Tax Reporting

Effective July 1, 2002, Pierce County locations within the Public Transportation Benefit Area will increase the local sales and use tax by an additional three-tenths of one percent (.003). The increase was approved by public vote during the November 2001 election for transportation.

The tax increase applies to all retail sales in Pierce County **except those charges for lodging that are subject to the 5 percent (5%) hotel/motel tax.** The 5% hotel/motel tax applies to establishments with 26 or more lodging units or hotels and motels in cities which impose the 5% tax on all lodging income. The use tax rate will also increase by an additional three-tenths of one percent (.003).

This increase in tax creates two sales tax rates for hotel/motels in Pierce County and the need for an additional series of location codes to report lodging. Please use the codes and rates below to report the local sales tax on lodging income for businesses that have 26 or more units and/or paying 5% hotel/motel tax:

Location	Location Code Lodging Number	Local Sales and/or Use Tax Rate	State Sales Tax Rate	Regional Transit Authority (RTA) Tax Rate	Total Tax Rate *
Unincorp. Areas	5100	.013	.065	.004	**.082**
Unincorp. Areas P.T.B..A	5127	.016	.065	.004	**.085**
Auburn/Pierce	5124	.016	.065	.004	**.085**
Bonney Lake	5101	.016	.065	.004	**.085**
Buckley	5102	.016	.065		**.081**
Carbonado	5103	.013	.065		**.078**
DuPont	5104	.016	.065	.004	**.085**
Eatonville	5105	.013	.065		**.078**
Edgewood	5120	.016	.065	.004	**.085**
Fife	5106	.016	.065	.004	**.085**
Fircrest	5107	.016	.065	.004	**.085**
Gig Harbor	5108	.016	.065		**.081**
Lakewood	5121	.016	.065	.004	**.085**
Milton/Pierce	5109	.016	.065	.004	**.085**
Orting	5110	.016	.065	.004	**.085**
Pacific/Pierce	5123	.016	.065	.004	**.085**
Puyallup	5111	.016	.065	.004	**.085**
Roy	5112	.013	.065		**.078**
Ruston	5113	.016	.065	.004	**.085**
South Prairie	5114	.013	.065		**.078**
Steilacoom	5115	.016	.065	.004	**.085**
Summer	5116	.016	.065	.004	**.085**
Tacoma	5117	.016	.065	.004	**.085**
University Place	5119	.016	.065	.004	**.085**
Wilkeson	5118	.013	.065		**.078**

*** NOTE**: Above rates do not include the hotel/motel tax or convention & trade center tax

State of Washington
Taxpayer Account Administration
PO Box 47476
Olympia WA 98504-7476

Phone: (800) 647-7706

HOW TO REPORT:

Hotel/Motel businesses, with 26 or more units and/or paying the 5% hotel/motel tax, need to use the above location codes to report their local tax on lodging retail sales on the Combined Excise Tax Return. Reporting sales, other than lodging, would still be done using the normal location codes for Pierce County**. The reporting on the remainder of the return does not change.** Below is an example of how to report local retail sales tax on the Combined Excise Tax Return.

III LOCAL CITY AND/OR COUNTY SALES AND USE TAX

Local SALES TAX (Enter applicable rate of tax) **Code 45**

Total Taxable Amount must be the same as line 16, column 3 Taxable Amount

Line No.	Location Code	Taxable Amount		Local Rate	Tax Due City or Co.	
18	*2717*	*5,000*	*00*	*1.9*	*95*	*00*
19	*5127*	*10,000*	*00*	*1.6*	*160*	*00*
20						
21						
22						
	TOTAL TAXABLE	*15,000*	*00*	**TOTAL**	*255*	*00*

New sales tax applies.

Represents only lodging sales.

For tax assistance, visit http://dor.wa.gov or call (800) 647-7706. To inquire about the availability of this document in an alternate format for the visually impaired, please call (360) 486-2342. Teletype (TTY) users please call (800) 451-7985.

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