

**City of Gig Harbor and Pierce County
Hospital Benefit Zone
Effective January 1, 2007**

Effective January 1, 2007, parts of the City of Gig Harbor and Pierce County will establish a Hospital Benefit Zone (HBZ) which will be used for public improvements for a new hospital. This HBZ boundary is defined by the attached map with the City of Gig Harbor (shaded). All activity within the HBZ should be reported to location codes 2787 or 2788. The new location codes represent a reporting change only; the rates have not changed.

Businesses must collect the appropriate rate of sales tax for retail sales and services provided within the city or county. Persons or businesses within the City of Gig Harbor and Pierce County HBZ will be subject to the new location codes for reporting use tax on items purchased for their personal or business use if sales tax has not been paid.

The location codes for **sales tax** are:

Location	Location Code Number	Local Sales Tax Rate	State Sales Tax Rate	Total Sales Tax Rate
Unincorporated P.T.B.A.	2727	.019	.065	.084
Unincorporated P.T.B.A. HBZ	2787	.019	.065	.084
Gig Harbor	2708	.019	.065	.084
Gig Harbor HBZ	2788	.019	.065	.084

Lodging income for businesses that have 26 or more rooms/spaces located in the HBZ should report using the new location codes.

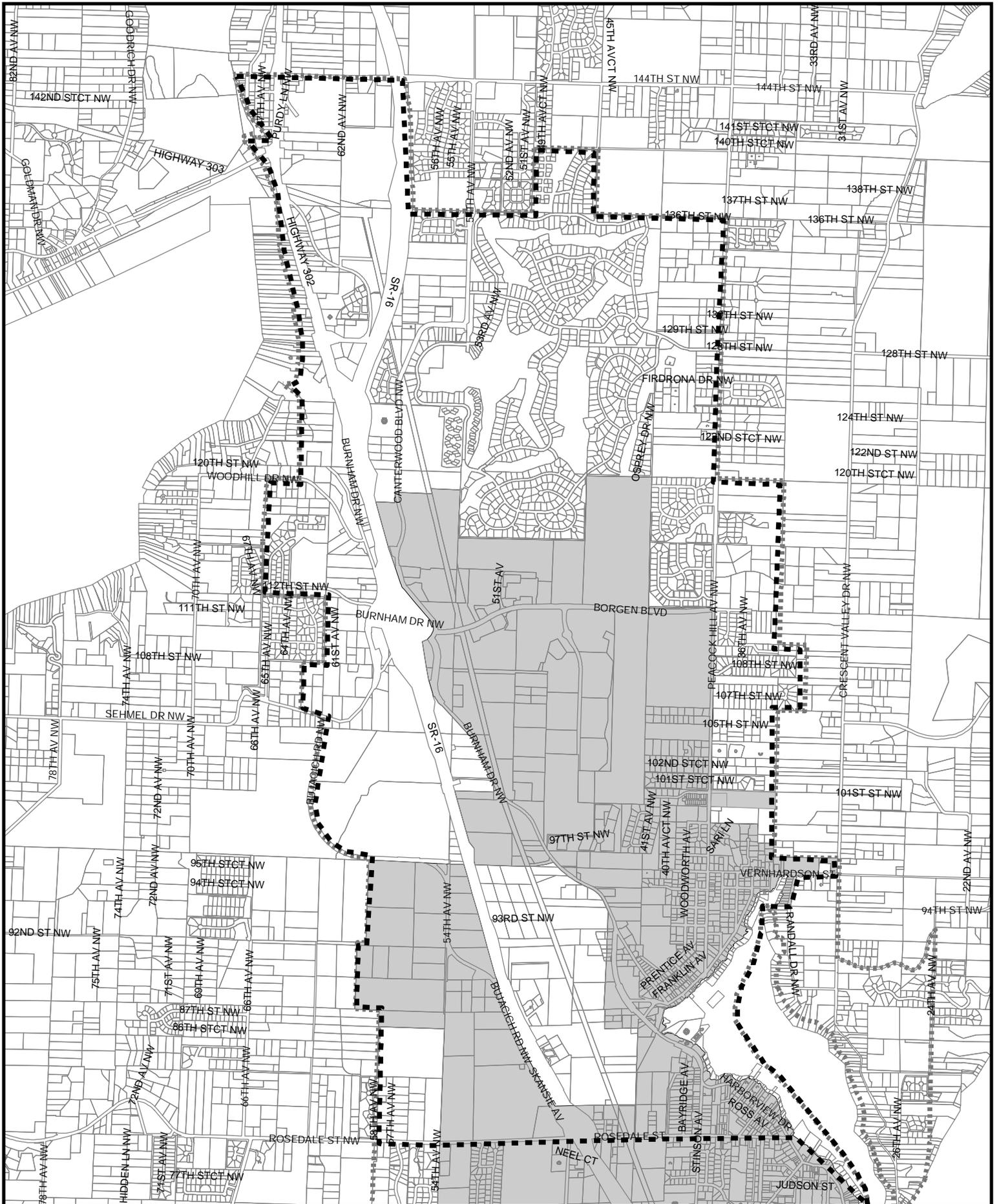
The location codes for **lodging businesses** are:

Location	Location Code Number	Local Sales Tax Rate	State Sales Tax Rate	Total Sales Tax Rate
Unincorporated P.T.B.A. HBZ	5187	.016	.065	.081
Gig Harbor HBZ	5188	.016	.065	.081

To determine the proper rate of local sales tax you may access the Geographic Information System (GIS) located at <http://dor.wa.gov>. On the home page, click on the GIS icon and select Sales Tax Rates.

This notice is being sent to businesses that have reported local sales or use tax to the City of Gig Harbor and Pierce County within the last year.

If you have questions, or if Sales Tax Collection Schedules are needed, please go to our web site at <http://dor.wa.gov> or call the Department of Revenue at 1-800-647-7706.



Hospital Benefit Zone
for the City of Gig Harbor and Pierce County