City of Sequim
Transportation Benefit District
Effective April 1, 2010

Effective April 1, 2010, the City of Sequim will establish a Transportation Benefit District (TBD). Sales and use tax within the City of Sequim will increase two-tenths of one percent (.002). The tax will be used for transportation services.

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

The new rate of sales tax is:

<table>
<thead>
<tr>
<th>Location</th>
<th>Location Code Number</th>
<th>Local Sales Tax Rate</th>
<th>State Sales Tax Rate</th>
<th>Total Sales Tax Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sequim</td>
<td>0503</td>
<td>.021</td>
<td>.065</td>
<td>.086</td>
</tr>
</tbody>
</table>

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 tax rate (GIS) link.

This notice is being sent to businesses that have reported local sales or use tax to the City of Sequim 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 1-800-647-7706.