



UPDATE - TAX RATE CHANGES

KING COUNTY LOCAL SALES/USE TAX RATE INCREASE Effect on Retail Businesses in King County

This notice is to clarify the effect of the recent local sales and use tax rate increase in King County. During the November 2000 election, King County voters approved a two-tenths of one percent (.002) local sales/use tax rate increase. This increase is effective April 1, 2001, and applies to all retail sales in King County except those charges for lodging that are subject to the convention and trade center tax. Currently, only hotel/motel businesses with 60 or more units collect the convention and trade center tax.

As a result, the combined state and local sales/use tax rate for most retail sales in King County increased from 8.6 to 8.8 percent. The rate in areas of King County outside the Regional Transit Authority (RTA) area increased from 8.2 to 8.4 percent. **NOTE: Any additional taxes such as the Special Hotel/Motel tax, Rental Car tax and King County Food and Beverage (KCF&B) tax still apply and are in addition to the Combined Total (1) as shown in the shaded column below.**

The chart below identifies the locations affected by the rate increase.

| County/City | Location Code | Local Rate | RTA | Combined Total (1) | KCF&B (3) | Combined Total w/ KCF&B (4) | Special Hotel/Motel (2) |
|-------------------------|---------------|------------|------|--------------------|-----------|-----------------------------|-------------------------|
| Unincorporated Areas ** | 1700 | .019 | .004 | .088 | .005 | .093 | |
| Algona | 1701 | .019 | .004 | .088 | .005 | .093 | |
| Auburn/King | 1702 | .019 | .004 | .088 | .005 | .093 | |
| Beaux Arts Village | 1703 | .019 | .004 | .088 | .005 | .093 | |
| Bellevue | 1704 | .019 | .004 | .088 | .005 | .093 | |
| Black Diamond | 1705 | .019 | | .084 | .005 | .089 | |
| Bothell/King | 1706 | .019 | .004 | .088 | .005 | .093 | .01 |
| Burien | 1734 | .019 | .004 | .088 | .005 | .093 | |
| Carnation | 1707 | .019 | | .084 | .005 | .089 | |
| Clyde Hill | 1708 | .019 | .004 | .088 | .005 | .093 | |
| Covington | 1712 | .019 | | .084 | .005 | .089 | |
| Des Moines | 1709 | .019 | .004 | .088 | .005 | .093 | |
| Duvall | 1710 | .019 | | .084 | .005 | .089 | |
| Federal Way | 1732 | .019 | .004 | .088 | .005 | .093 | .01 |
| Enumclaw | 1711 | .019 | | .084 | .005 | .089 | |
| Hunts Point | 1713 | .019 | .004 | .088 | .005 | .093 | |
| Issaquah ** | 1714 | .019 | .004 | .088 | .005 | .093 | .01 |
| Kenmore | 1738 | .019 | .004 | .088 | .005 | .093 | |
| Kent | 1715 | .019 | .004 | .088 | .005 | .093 | .01 |
| Kirkland | 1716 | .019 | .004 | .088 | .005 | .093 | |
| Lake Forest Park | 1717 | .019 | .004 | .088 | .005 | .093 | |

Continued . . .

| County/City | Location Code | Local Rate | RTA | Combined Total (1) | KCF&B (3) | Combined Total w/ KCF&B (4) | Special Hotel/Motel (2) |
|--------------------|---------------|------------|------|--------------------|-----------|-----------------------------|-------------------------|
| Maple Valley | 1720 | .019 | | .084 | .005 | .089 | |
| Medina..... | 1718 | .019 | .004 | .088 | .005 | .093 | |
| Mercer Island..... | 1719 | .019 | .004 | .088 | .005 | .093 | |
| Milton/King | 1731 | .019 | .004 | .088 | .005 | .093 | |
| Newcastle | 1736 | .019 | .004 | .088 | .005 | .093 | |
| Normandy Park..... | 1721 | .019 | .004 | .088 | .005 | .093 | |
| North Bend | 1722 | .019 | | .084 | .005 | .089 | .01 |
| Pacific/King | 1723 | .019 | .004 | .088 | .005 | .093 | |
| Redmond **..... | 1724 | .019 | .004 | .088 | .005 | .093 | .01 |
| Renton **..... | 1725 | .019 | .004 | .088 | .005 | .093 | .01 |
| Sammamish **..... | 1739 | .019 | .004 | .088 | .005 | .093 | |
| Sea-Tac..... | 1733 | .019 | .004 | .088 | .005 | .093 | .01 |
| Seattle | 1726 | .019 | .004 | .088 | .005 | .093 | |
| Shoreline..... | 1737 | .019 | .004 | .088 | .005 | .093 | |
| Skykomish | 1727 | .019 | | .084 | .005 | .089 | |
| Snoqualmie | 1728 | .019 | | .084 | .005 | .089 | .01 |
| Tukwila..... | 1729 | .019 | .004 | .088 | .005 | .093 | .01 |
| Woodinville..... | 1735 | .019 | .004 | .088 | .005 | .093 | |
| Yarrow Point | 1730 | .019 | .004 | .088 | .005 | .093 | |

- (1) Combined total of local and state sales tax rate includes 6.5% state rate, local rate, and Regional Transit Authority (RTA) rate, if applicable.
- (2) Special Hotel/Motel tax is in addition to state and local sales tax for businesses that provide lodging.
- (3) King County Food & Beverage (KCF&B) tax is in addition to state and local sales tax for restaurants, taverns, and bars. (See WAC 458-20-12401.)
- (4) Combined total with KCF&B includes 6.5% state rate, local rate, King County Food and Beverage rate, and RTA rate, if applicable.

** These locations have areas that are both inside and outside RTA boundaries. The additional .004 (RTA) may not be due based on location. You may refer to the department’s *Geographic Information System (GIS)* located on our website at <http://www.dor.wa.gov/gis>, to assist you in determining the proper reporting of local sales tax or call our toll free number if you have questions about properly reporting in these areas.

This notice has been sent to businesses that have reported King County Food & Beverage tax and Rental Car tax within King County in the last year. For a complete list of sales and use tax rates, please refer to the *Local Sales and Use Tax Changes* flyer provided with the Combined Excise Tax Return.

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