

**City of Federal Way
Revenue Development Area
Effective January 1, 2008**

Effective January 1, 2008, the City of Federal Way will establish a Revenue Development Area (RDA) in order to undertake community revitalization. The RDA is an area within the City of Federal Way defined by the attached map. Activity within the RDA should be reported to location code 1792. The new location code represents a reporting change only; **the rate has not changed.**

Persons or businesses within the City of Federal Way RDA will be subject to the new location code 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
Federal Way	1732	.024	.065	.089
Federal Way RDA	1792	.024	.065	.089

The location codes for **lodging businesses** that have **less than 60** rooms/spaces are:

Location	Location Code Number	Local Sales Tax Rate	State Sales Tax Rate	Special Hotel Motel	Total Sales Tax Rate
Federal Way	1732	.024	.065	.010	.099
Federal Way RDA	1792	.024	.065	.010	.099

Lodging income for businesses that have 60 or more rooms/spaces located in the RDA should report using the new location code.

The location codes for **lodging businesses** with **60 or more** rooms/spaces are:

Location	Location Code Number	Local Sales Tax Rate	State Sales Tax Rate	Convention and Trade Center	Special Hotel Motel	Total Sales Tax Rate
Federal Way	5032	.021	.065	.028	.010	.124
Federal Way RDA	5092	.021	.065	.028	.010	.124

Note: Sales of Food & Beverages by Restaurants and Taverns, in King County, are still subject to the King County Food & Beverage tax (.005).

To determine the proper codes and rates of local sales tax you may access our Tax Rate Lookup Tool located at <http://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 Federal Way 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.

