

## City of Anacortes Transportation Benefit District Car Dealers and Leasing Companies Effective April 1, 2019

*Effective April 1, 2019*, the City of Anacortes will establish a Transportation Benefit District (TBD). Sales and use tax within the City of Anacortes 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 Anacortes. Persons or businesses within the City of Anacortes will be subject to the new tax rate of use tax on items purchased for their personal or business use if sales tax has not been paid.

## Special Reporting Instructions for Sales or Leases of Motor Vehicles:

Businesses that report sales or leases of motor vehicles (for up to the first thirty-six months of the lease) will need to report using the following location code and tax rate. After the thirty-six months of motor vehicle leases, the original city code should be used.

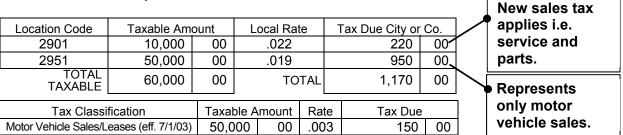
Location	Location	Local Sales	State Sales	Total Sales
	Code Number	Tax Rate	Tax Rate	Tax Rate
Anacortes TBD MVET	<b>2951</b>	.019	.065	.084

## **Reporting Instructions for Retail Sales:**

Businesses that report retail sales (other than sales or leases of motor vehicles) will need to report using the following location code and tax rate:

Location	Location	Local Sales	State Sales	Total Sales
	Code Number	Tax Rate	Tax Rate	Tax Rate
Anacortes TBD	<b>2901</b>	.022	.065	.087

Below is an example of how to report local retail sales tax on your excise tax return assuming sales of motor vehicles total \$50,000 and repairs total \$10,000 in Anacortes.



**Note:** The three-tenths of one percent (.003) Motor Vehicle Sales/Lease Tax that was implemented July 1, 2003 still applies to the sale, lease, or rental of motor vehicles.

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 or use tax rate** link.

This notice is being sent to businesses that have reported local sales or use tax to the City of Anacortes 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.

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

For tax assistance or to request this document in an alternate format, please call 1-800-647-7706. Teletype (TTY) users may use the Washington Relay Service by calling 711.