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VERMONT SALES TAX

With regard to the Vermont use tax question, please review the following and let us know if you would prefer to use the table or you can determine an actual dollar amount purchased on line that did not have sales tax withheld.

If you buy an item that would have been subject to VT Sales Tax but did not pay the Sales Tax and the item was used in Vermont, you owe Use Tax to Vermont. You acquire a Use Tax obligation when buying goods on the Internet, over the telephone, by mail order, or from a business that did not collect the VT Sales and Use Tax, or when buying in states or countries that do not have or do not appropriately collect the Sales Tax.

The Use Tax is the same rate as the State Sales Tax. Use Tax does not include the local option Sales Tax. The tax is on the selling price which includes shipping and handling charges. If you use the Use Tax Reporting Table, the Vermont Department of Taxes will not assess additional Use Tax unless a purchase with a total invoice amount of \$1,000 is unreported. For each purchase with a total invoice amount of \$1,000 or more, the correct Vermont use tax must be calculated. If also using the Use Tax Reporting table, add the table amount to the calculated amount.

Commonly purchased items that give rise to Use Tax liability are:

Electronic equipment; Appliances; Furniture & home furnishings; Building materials; Cabinetry; Jewelry; Downloads of movies (purchased or rented), music, books or ringtones; Computer software (packaged or downloaded); Computer hardware & accessories; Books (hard copy or downloaded); Magazines (hard copy or downloaded); Auto & truck parts & accessories; Sporting goods (including but not limited to bicycles, treadmills, boats); CDs and DVDs; pet food or pet products. **Remember, clothing is excluded.**

<u>Income</u>	<u>Tax</u>	<u>Purchases</u>
10,000.00 - 24,999.00	10.00	166.67
25,000.00 - 34,999.00	20.00	333.33
35,000.00 - 49,999.00	28.00	466.67
50,000.00 - 64,999.00	40.00	666.67
65,000.00 - 79,999.00	52.00	866.67
80,000.00 - 99,999.00	65.00	1083.33
99,999.00	Multiply by .08%	1333.33+