

**City of Liberty Lake and Spokane County
Revenue Development Area
Car Dealers and Leasing Companies
Effective January 1, 2008**

Effective January 1, 2008, the City of Liberty Lake and Spokane County will establish a Revenue Development Area (RDA) in order to undertake community revitalization. This RDA boundary is defined by the attached map with the City of Liberty Lake (shaded). Activity within the RDA should be reported to location codes 3292, 3293, 3294, or 3296. The new location codes represent a reporting change only; **the rates have not changed.**

The retail sale or use of motor vehicles, and the lease of motor vehicles for up to the first thirty-six months of the lease, **are exempt from the public safety tax imposed.**

Reporting Instructions for Retail Sales:

Businesses that report retail sales within the RDA (**other than sales or leases of motor vehicles**) will need to report using the following location codes and tax rates:

Location	Location Code Number	Local Sales Tax Rate	State Sales Tax Rate	Total Sales Tax Rate
Liberty Lake	3212	.021	.065	.086
Liberty Lake RDA	3292	.021	.065	.086
Unincorporated P.T.B.A	3232	.021	.065	.086
Unincorporated P.T.B.A. RDA	3293	.021	.065	.086

Special Reporting Instructions for Sales or Leases of Motor Vehicles:

Businesses that report sales or leases of motor vehicles within the RDA (for up to the first thirty-six months of the lease) will need to report using the following location codes and tax rates:

Location	Location Code Number	Local Sales Tax Rate	State Sales Tax Rate	Total Sales Tax Rate
Liberty Lake	3272	.020	.065	.085
Liberty Lake RDA	3294	.020	.065	.085
Unincorporated P.T.B.A	3282	.020	.065	.085
Unincorporated P.T.B.A. RDA	3296	.020	.065	.085

(example on following page)

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 the Liberty Lake RDA.

Location Code	Taxable Amount		Local Rate	Tax Due City or Co.	
3292	10,000	00	.021	210	00
3294	50,000	00	.020	1000	00
TOTAL TAXABLE	60,000	00	TOTAL	1210	00

Represents retail sales/services.

Represents only motor vehicle sales/leases.

Tax Classification	Taxable Amount		Rate	Tax Due	
Motor Vehicle Sales/Leases (eff. 7/1/03)	50,000	00	.003	150	00

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 <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 Liberty Lake and Spokane County 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.

Revenue Development Area
for the City of Liberty Lake and
Spokane County

