

SALES TAX AND FEES EXPLANATION

- Starting January 1, 2019 the combined sales tax and PIF/RSF rate is 7.823%
- January 1, 2019, Sales tax and PIF/RSF fees are separately stated below:
 - Loveland City Sales Tax 1.75%
 - Colorado State Sales Tax 2.90%
 - Larimer County Sales Tax 0.80%
 - Public Improvement Fee (PIF) 1.25%
 - Retail Sales Fee (RSF) 1.00%
- PIF and RSF are part of the purchase price of the item sold making them taxable. This means adding the percentages together to get a total will **NOT** give you an accurate rate.
- Formula to get 7.823%
 - $1.75 + 2.90 + 0.80 = 5.45$
 - $5.45 \times 2.25 = .123\%$
 - $5.45 + .123 + 2.25 = 7.823\%$

Example of how a taxable item is being charged using the combined rate for sales tax and PIF/RSF:

Taxable Item	\$1,000.00
Sales Tax and PIF/RSF	<u>x 7.823%</u>
Total Amount Due	\$1,078.23

Example of how a taxable item is being charged separately for sales tax and PIF/RSF:

Taxable Item	\$1,000.00
PIF/RSF	<u>x 2.25%</u>
Total Subject to Tax	\$1,022.50
Total Subject to Tax	\$1,022.50
Sales Tax	<u>x 5.45%</u>
Total Amount Due	\$1078.23

SALES RECEIPT DESCRIPTION

- All receipts need to show sales tax and PIF/RSF fees are being charged. There are several ways to accomplish this, choose one method that works for you.
 - Example receipt methods:
 - Show separate line items for the sales tax rate and the PIF/RSF fees and label them accordingly.
 - Show one rate of 7.823% and on that line state that the percentage is for sales tax and PIF/RSF Fees
 - Show one rate of 7.823% and add a statement at the bottom of the receipt that the percentage charged is for sales tax and the PIF/RSF Fees.