

# Washington State Taxability Matrix

version 2017.0

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**Changes were made to the following areas of this document (indicated by a "✓"):**

☒ Taxability Treatment    
 ☒ Definition Treatment    
 ☒ Statute/Rule Cite Reference  
☒ Comments    
 ☒ Date Revised

**Reference Number of changed items (may include a brief description of the change):**

- (1) 40060 - Effective August 1, 2017, bottled water is taxable
- (2) Disclosed Practice 2.13 - correct grammar in the Comment section.
- (3) Disclosed Practice 5
- (4) Disclosed Practice 6

Each item listed in Section 1. Library of Definitions under A (Administrative Definitions), B (Sales Tax Holidays) and C (Product Definitions) of this matrix is defined in the Library of Definitions in the [Streamlined Sales and Use Tax Agreement \(SSUTA\)](#) as amended through May 11, 2017. Refer to Appendix C of the SSUTA for each definition.

**Section A** of this matrix indicates if the state has adopted the definition provided in the SSUTA and if the item is included in or excluded from the sales price.

**Sections B and C** of this matrix indicate if the state has adopted the definition provided in the SSUTA and whether the item is taxable or exempt.

Exceptions to the definitions or further explanation of the tax application is provided in the comments column.

Sellers and certified service providers are relieved from tax liability to the member state and its local jurisdictions for having charged and collected the incorrect amount of sales and use tax resulting from the seller or certified service provider relying on erroneous data provided by the member state relative to treatment of the terms defined in Section 1.

**Section 2.** "Tax Administration Practices" indicates which administrative practices the state follows and provides an explanation of the state's practice if it does not follow a listed practice.

To the extent possible under each state's laws, sellers and CSPs are relieved from tax liability to the member state and its local jurisdictions for having charged and collected the incorrect amount of sales and use tax resulting from the seller or certified service provider relying on erroneous data provided by the member state relative to the tax administration practices contained in Section 2.

To the extent possible under each state's laws, sellers and CSPs are also relieved from tax liability to the member state and its local jurisdictions for having charged and collected the incorrect amount of sales and use tax until the first day of the calendar month that is at least 30 days after notice of a change to Section 1 or 2 of the state's taxability matrix is submitted to the governing board, provided the seller or CSP relied on the prior version of the taxability matrix.

Section 1. Library of Definitions					
A. Administrative Definitions		Treatment		Reference	
Reference Number	Sales price: Identify how the options listed below are treated in your state.  The following options may be excluded from the definition of sales price only if they are separately stated on the invoice, bill of sale or similar document given to the purchaser.	Included in Sales Price	Excluded From Sales Price	Statute/Rule Cite	Comment
10010	Charges by the seller for any services necessary to complete the sale other than delivery and installation	X		RCW 82.08.010	

10070	Telecommunication nonrecurring charges	X			Not excluded from charges by the seller for any services necessary to complete the sale other than delivery or installation
10040	Installation charges	X		RCW 82.08.010	
10060	Value of trade-in		X	RCW 82.08.010	Only the value of property of like kind is excluded from the sales price.
<b>Reference Number</b>	<b>Delivery Charges for personal property or services other than direct mail.</b>  <b>The following charges are included in the definition of sales price unless your state excludes them from sales price when such charges are separately stated on the invoice, bill of sale or similar document given to the purchaser.</b>  <b>For responses below assume the charges are separately stated on the document given to the purchaser.</b>	<b>Included in Sales Price</b>	<b>Excluded From Sales Price</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
11000	Handling, crating, packing, preparation for mailing or delivery, and similar charges	X		RCW 82.08.010	
11010	Transportation, shipping, postage, and similar charges	X		RCW 82.08.010	
<b>Reference Number</b>	<b>Delivery Charges for direct mail.</b>  <b>The following charges are included in the definition of sales price unless your state excludes them from sales price when such charges are separately stated on the invoice, bill of sale or similar document given to the purchaser.</b>  <b>For responses below assume the charges are separately stated on the document given to the purchaser.</b>	<b>Included in Sales Price</b>	<b>Excluded From Sales Price</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
11020	Handling, crating, packing, preparation for mailing or delivery, and similar charges		X	RCW 82.08.807	
11021	Transportation, shipping, and similar charges		X	RCW 82.08.807	
11022	Postage		X	RCW 82.08.807	
<b>Reference Number</b>	<b>State and Local Taxes - A state may exclude from the sales price any or all state and local taxes on a retail sale that are imposed on the seller, if the state statute authorizing or imposing the tax provides that the seller may, but is not required, to collect such tax from the consumer.</b>  <b>The tax must be separately stated on the invoice, bill of sale or similar document given to the purchaser.</b>  <b>Sales and use taxes are not included in the sales price.</b>  <b>If applicable list all state and local taxes, other than sales and use taxes imposed on the seller that your state excludes from sales price under this provision.</b>	<b>Included in Sales Price</b>	<b>Excluded From Sales Price</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
11110		X		RCW 82.08.010	
<b>Reference Number</b>	<b>Tribal Taxes - A state may exclude from the sales price tribal taxes on a retail sale that are imposed on the seller if the Tribal law authorizing or imposing the tax provides that the seller may, but is not required, to collect such tax from the consumer.</b>  <b>The tax must be separately stated on the invoice, bill of sale or similar document given to the purchaser.</b>	<b>Included in Sales Price</b>	<b>Excluded From Sales Price</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>

	If applicable list all tribal taxes on a retail sale that are imposed on the seller if the Tribal law authorizing or imposing the tax provides that the seller may, but is not required, to collect such tax from the consumer.					
11120		X		RCW 82.08.010		
Reference Number	Federal Excise Taxes – A state may exclude federal excise taxes or fees that are not directly imposed on a consumer if the state lists those taxes and a reference to the specific law on the state's taxability matrix.  The tax must be separately stated on the invoice, bill of sale or similar document given to the purchaser.  List all federal excise taxes or fees that are not directly imposed on the consumer that your states excludes from the sales price under this provision.	Included in Sales Price	Excluded From Sales Price	Statute/Rule Cite	Comment	
11130		X		RCW 82.08.010	Unless prohibited by federal law, Washington includes federal excise taxes or fees that are not directly imposed on a consumer and are part of the seller's cost.	
B. Sales Tax Holidays		Yes	No			
Sales Tax Holidays: Does your state have a sales tax holiday?			X			
Reference Number	If yes, indicate the tax treatment during your state sales tax holiday for the following products.	Amount of Threshold	Taxable	Exempt	Statute/Rule Cite	Comment
20060	All Energy star qualified products. If only specific energy star qualified products or energy star qualified classifications, list those below.	\$0				
20060		\$0				
20150	All Disaster Preparedness Supply	\$0				
20160	Specific Disaster preparedness general supply	\$0				
20170	Specific Disaster preparedness safety supply	\$0				
20180	Specific Disaster preparedness food-related supply	\$0				
20190	Specific Disaster preparedness fastening supply	\$0				
20070	School supply	\$0				
20080	School art supply	\$0				

20090	School instructional material.	\$0				
20100	School computer supply	\$0				
20105	All WaterSense products. If only specific WaterSense products or specified WaterSense classifications on the WaterSense listing, list those below.	\$0				
20105		\$0				
<b>Reference Number</b>	<b>Other products defined in Part II of the Library of Definitions included in your state sales tax holiday.</b>	<b>Amount of Threshold</b>	<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
20120		\$0				
20130	Clothing	\$0				
20110	Computers	\$0				
<b>C. Product Definitions</b>			<b>Treatment</b>		<b>Reference</b>	
<b>Reference Number</b>	<b>Clothing and related products</b>		<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
20010	Clothing		X		RCW 82.04.050 and 82.08.020	
20015	Essential clothing priced below a state specific threshold		X		RCW 82.04.050 and 82.08.020	
20050	Fur clothing		X		RCW 82.04.050 and 82.08.020	
20020	Clothing accessories or equipment		X		RCW 82.04.050 and 82.08.020	
20030	Protective equipment		X		RCW 82.04.050 and 82.08.020	
20040	Sport or recreational equipment		X		RCW 82.04.050 and 82.08.020	
<b>Reference Number</b>	<b>Computer related products</b>		<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
30100	Computer		X		RCW 82.04.215	
30040	Prewritten computer software		X		RCW 82.04.215 and 82.04.050(6)	
30050	Prewritten computer software delivered electronically		X		RCW 82.04.215 and 82.04.050(6)	
30060	Prewritten computer software delivered via load and leave		X		RCW 82.04.215 and 82.04.050(6)	
30015	Non-prewritten (custom) computer software			X	RCW 82.04.215 and 82.04.050(6)	
30025	Non-prewritten (custom) computer software delivered electronically			X	RCW 82.04.215 and 82.04.050(6)	
30035	Non-prewritten (custom) computer software delivered via load and leave			X	RCW 82.04.215 and 82.04.050(6)	
<b>Reference Number</b>	<b>Mandatory computer software maintenance contracts</b>		<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
30200	Mandatory computer software maintenance contracts with respect to prewritten computer software		X		WAC 458-20-15502	
30210	Mandatory computer software maintenance contracts with respect to		X		WAC 458-20-15502	

	prewritten computer software which is delivered electronically.				
30220	Mandatory computer software maintenance contracts with respect to prewritten computer software which is delivered via load and leave	X		WAC 458-20-15502	
30230	Mandatory computer software maintenance contracts with respect to non-prewritten (custom) computer software		X	WAC 458-20-15502	
30240	Mandatory computer software maintenance contracts with respect to non-prewritten (custom) software which is delivered electronically		X	WAC 458-20-15502	
30250	Mandatory computer software maintenance contracts with respect to non-prewritten (custom) software which is delivered via load and leave		X	WAC 458-20-15502	
<b>Reference Number</b>	<b>Optional computer software maintenance contracts</b>	<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
30300	Optional computer software maintenance contracts with respect to prewritten computer software that only provide updates or upgrades with respect to the software	X		WAC 458-20-15502	
30310	Optional computer software maintenance contracts with respect to prewritten computer software that only provide updates or upgrades delivered electronically with respect to the software	X		WAC 458-20-15502	
30320	Optional computer software maintenance contracts with respect to prewritten computer software that only provide updates or upgrades delivered via load and leave with respect to the software	X		WAC 458-20-15502	
30330	Optional computer software maintenance contracts with respect to non-prewritten (custom) computer software that only provide updates or upgrades with respect to the software		X	WAC 458-20-15502	
30340	Optional computer software maintenance contracts with respect to non-prewritten (custom) computer software that only provide updates or upgrades delivered electronically with respect to the software		X	WAC 458-20-15502	
30350	Optional computer software maintenance contracts with respect to non-prewritten (custom) computer software that only provide updates or upgrades delivered via load and leave with respect to the software		X	WAC 458-20-15502	
30360	Optional computer software maintenance contracts with respect to non-prewritten (custom) computer software that only provide support services to the software		X	WAC 458-20-15502	
30370	Optional computer software maintenance contracts with respect to non-prewritten (custom) computer software that provide updates or upgrades and support services to the software		X	WAC 458-20-15502	
30380	Optional computer software maintenance contracts with respect to non-prewritten (custom) computer software that provide updates or upgrades delivered electronically and support services to the software		X	WAC 458-20-15502	
30390	Optional computer software maintenance contracts with respect to non-prewritten (custom) computer software provide updates or upgrades		X	WAC 458-20-15502	

	delivered via load and leave and support services to the software				
<b>Reference Number</b>	<p>Indicate your state's tax treatment for optional computer software maintenance contracts with respect to prewritten computer software sold for one non-itemized price that include updates and upgrades and/or support services.</p> <p>Use percentages in the taxable and exempt columns to denote tax treatment in your state. For example: if all taxable put 100% in the taxable column; if all nontaxable/exempt put 100% in the exempt column; if 50% taxable and 50% nontaxable/exempt put 50% in the taxable column and 50% in the exempt column.</p>	<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
30400	Optional computer software maintenance contracts with respect to prewritten computer software that provide updates or upgrades and support services to the software	100%	0%	WAC 458-20-15502	
30410	Optional computer software maintenance contracts with respect to prewritten computer software that provide updates and upgrades delivered electronically and support services to the software	100%	0%	WAC 458-20-15502	
30420	Optional computer software maintenance contracts with respect to prewritten computer software that provide updates and upgrades delivered via load and leave and support services to the software	100%	0%	WAC 458-20-15502	
30430	Optional computer software maintenance contracts with respect to prewritten computer software that only provide support services to the software	0%	100%	WAC 458-20-15502	
<b>Reference Number</b>	<b>Digital products(excludes telecommunications services, ancillary services and computer software)</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
31000	A state imposing tax on products "transferred electronically" is not required to adopt definitions for specified digital products. ("Specified digital products" includes the defined terms: digital audio visual works; digital audio works; and digital books.) Does your state impose tax on products transferred electronically other than digital audio visual works, digital audio works, or digital books?	X		RCW 82.04.192, 82.04.050(2)(g) & (8), 82.04.190, 82.08.010(1), 82.08.020, 82.12.010, and 82.12.020(1)	
<b>Reference Number</b>	<b>For transactions other than those included above, a state must specifically impose and separately enumerate a broader imposition of the tax. Does your state impose tax on:</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
31065	Digital audio visual works sold to users other than the end user.		X	RCW 82.04.192, 82.04.050(2)(g) & (8), 82.04.190, 82.08.010(1), 82.08.020, 82.12.010, and 82.12.020(1)	
31050	Digital audio visual works sold with rights of use less than permanent use...	X		RCW 82.04.192, 82.04.050(2)(g) & (8), 82.04.190, 82.08.010(1), 82.08.020, 82.12.010, and 82.12.020(1)	
31060	Digital audio visual works sold with rights of use conditioned on continued payment.	X		RCW 82.04.192, 82.04.050(2)(g) & (8), 82.04.190, 82.08.010(1), 82.08.020, 82.12.010, and 82.12.020(1)	
31095	Digital audio works sold to users other than the end user.		X	RCW 82.04.192, 82.04.050(2)(g) & (8), 82.04.190, 82.08.010(1),	

				82.08.020, 82.12.010, and 82.12.020(1)	
31080	Digital audio works sold with rights of use less than permanent.	X		RCW 82.04.192, 82.04.050(2)(g) & (8), 82.04.190, 82.08.010(1), 82.08.020, 82.12.010, and 82.12.020(1)	
31090	Digital audio works sold with rights of use conditioned on continued payments.	X		RCW 82.04.192, 82.04.050(2)(g) & (8), 82.04.190, 82.08.010(1), 82.08.020, 82.12.010, and 82.12.020(1)	
31125	Digital books sold to users other than the end user.		X	RCW 82.04.192, 82.04.050(2)(g) & (8), 82.04.190, 82.08.010(1), 82.08.020, 82.12.010, and 82.12.020(1)	
31110	Digital books sold with rights of use less than permanent.	X		RCW 82.04.192, 82.04.050(2)(g) & (8), 82.04.190, 82.08.010(1), 82.08.020, 82.12.010, and 82.12.020(1)	
31120	Digital books sold with rights of use conditioned on continued payments.	X		RCW 82.04.192, 82.04.050(2)(g) & (8), 82.04.190, 82.08.010(1), 82.08.020, 82.12.010, and 82.12.020(1)	
31121	Does your state treat subscriptions to products "transferred electronically" differently than a non-subscription purchase of such product?		X	RCW 82.04.192, 82.04.050(2)(g) & (8), 82.04.190, 82.08.010(1), 82.08.020, 82.12.010, and 82.12.020(1)	
<b>Reference Number</b>	<b>Digital products(excludes telecommunications services, ancillary services and computer software)</b>	<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
31040	Digital audio visual works sold to an end user with rights for permanent use	X		RCW 82.04.192, 82.04.050(2)(g) & (8), 82.04.190, 82.08.010(1), 82.08.020, 82.12.010, and 82.12.020(1)	
31070	Digital audio works sold to an end user with rights for permanent use	X		RCW 82.04.192, 82.04.050(2)(g) & (8), 82.04.190, 82.08.010(1), 82.08.020, 82.12.010, and 82.12.020(1)	
31100	Digital books sold to an end user with rights for permanent use	X		RCW 82.04.192, 82.04.050(2)(g) & (8), 82.04.190, 82.08.010(1), 82.08.020, 82.12.010, and 82.12.020(1)	
<b>Reference Number</b>	<b>Section 332.H. provides that states may have product based exemptions for specific items within specified digital products.</b>  <b>("Specified digital products" includes the defined terms: digital audio visual works; digital audio works; and digital books.)</b>  <b>List product based exemptions for specific items included in specified digital products. Example: digital textbooks</b>	<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
32000	Audio or video programming by a radio or television broadcaster except for pay-per-program sales. However, pay-per-program sales are exempt if sold by a seller subject to a franchise fee authorized by Title 47 U.S.C. Sec. 542(a) on gross income from the sale.			RCW 82.08.02081 and 82.12.02081	This exemption is not a product exemption; rather, it is an entity based exemption previously addressed in Washington's 2009 compliance review. We have included this exemption in the

					Taxability Matrix to give sellers notice of the item.
32000	Newspaper as defined in the statute.			RCW 82.08.0253 and 82.12.0345	
<b>Reference Number</b>	<b>Food and food products</b>	<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
40010	Candy		X	WAC 458-20-244	Washington does not tax candy.
40020	Dietary Supplements	X		RCW 82.08.0293	
40030	Food and food ingredients excluding alcoholic beverages and tobacco		X	RCW 82.08.0293	Food and food ingredients does not include marijuana, useable marijuana and marijuana-infused products.
40040	Food sold through vending machines	X		RCW 82.08.0293	
40050	Soft Drinks	X		RCW 82.08.0293	
40060	Bottled Water	X		RCW 82.08.0293	Effective August 1, 2017, EHB 2163, Section 101 (Ch. 28, Laws of 2017), amends RCW 82.08.0293 so that bottled water is now taxable.
41000	Prepared Food	X		RCW 82.08.0293	
<b>Reference Number</b>	<b>Prepared food options - The following food items heated, mixed or combined by the seller are included in the definition of prepared food unless a state elects to exclude them from the definition of prepared food. Such food items excluded from prepared food are taxed the same as food and food ingredients. (Indicate how the options for the following food items that otherwise meet the definition of prepared food are treated in your state.)</b>	<b>Included in Prepared Food</b>	<b>Excluded From Prepared Food</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
41010	Prepared food sold without eating utensils provided by the seller whose primary NAICS classification is manufacturing in sector 311, except subsector 3118 (bakeries)		X	RCW 82.08.0293	
41020	Prepared food sold without eating utensils provided by the seller in an unheated state by weight or volume as a single item		X	RCW 82.08.0293	
41025	Meat or seafood products that meet the definition of prepared food sold without eating utensils provided by the seller in an unheated state by weight or volume as a single item		X	RCW 82.08.0293(2)(b)(ii)(B); WAC 458-20-244(4)(b)	While Washington has not adopted a specific toggle for this item, it is included in the larger exclusion from prepared food for "food sold in an unheated state by weight or volume as a single item."
41030	Bakery items that meet the definition of prepared food sold without eating utensils provided by the seller, including bread, rolls, buns, biscuits, bagels, croissants, pastries, donuts, Danish, cakes, tortes, pies, tarts, muffins, bars, cookies, tortillas		X	RCW 82.08.0293	
41040	Prepared food sold without eating utensils provided by the seller that ordinarily requires cooking (as opposed to just reheating) by the consumer prior to consumption	X		RCW 82.08.0293(2)(b); WAC 458-20-244(4)(b).	
	<b>Health-care products (indicate how the options are treated in your state)</b>				
<b>Reference Number</b>	<b>Drugs for human use</b>	<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
51010	Drugs, other than over-the-counter drugs, for human use without a	X		RCW 82.08.0281	Drug does not include marijuana, useable



	prescription				marijuana, and marijuana-infused products.
51020	Drugs, other than over-the-counter drugs, for human use with a prescription		X	RCW 82.08.0281	
51050	Insulin for human use without a prescription		X	RCW 82.08.985	
51060	Insulin for human use with a prescription		X	RCW 82.08.985	
51090	Medical oxygen for human use without a prescription	X		RCW 82.08.0283	
51100	Medical oxygen for human use with a prescription		X	RCW 82.08.0283	
51130	Over-the-counter drugs for human use without a prescription	X		RCW 82.08.940	
51140	Over-the-counter drugs for human use with a prescription		X	RCW 82.08.940	
51170	Grooming and hygiene products for human use that don't meet the definition of "drug"	X			Washington does not use this term or any equivalent.
51171	Grooming and hygiene products for human use that meet the definition of "drug" without a prescription	X		RCW 82.08.0281	
51172	Grooming and hygiene products for human use that meet the definition of "drug" with a prescription		X	RCW 82.08.0281	However, grooming and hygiene products would be exempt to the extent they meet the definition of "drug" or "over-the-counter drugs," and are issued pursuant to a prescription.
51190	Over-the-counter drugs for human use to hospitals	X		RCW 82.08.0281	
51195	Over-the-counter drugs for human use to other medical facilities	X		RCW 82.08.0281	
51200	Prescription drugs for human use to hospitals		X	RCW 82.08.0281	
51205	Prescription drugs for human use to other medical facilities		X	RCW 82.08.0281	
51240	Free samples of drugs for human use	X		RCW 82.12.0275	
51250	Free samples of prescription drugs for human use		X	RCW 82.12.0275	
<b>Reference Number</b>	<b>Drugs for animal use</b>	<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
51030	Drugs, other than over-the-counter drugs, for animal use without a prescription	X		RCW 82.08.0281	
51040	Drugs, other than over-the-counter drugs, for animal use with a prescription	X		RCW 82.08.0281	
51070	Insulin for animal use without a prescription	X		RCW 82.08.985	
51080	Insulin for animal use with a prescription	X		RCW 82.08.985	
51110	Medical oxygen for animal use without a prescription	X		RCW 82.08.0283	
51120	Medical oxygen for animal use with a prescription	X		RCW 82.08.0283	
51150	Over-the-counter drugs for animal use without a prescription	X		RCW 82.08.940	
51160	Over-the-counter drugs for animal use with a prescription	X		RCW 82.08.940	
51180	Grooming and hygiene products for animal use	X		N/A	

51210	Over-the-counter drugs for animal use to veterinary hospitals and other animal medical facilities	X		RCW 82.08.0281	
51220	Prescription drugs for animal use to veterinary hospitals and other animal medical facilities	X		RCW 82.08.0281	
51260	Free samples of drugs for animal use	X		RCW 82.12.0275	
51270	Free samples of prescription drugs for animal use	X		RCW 82.12.0275	
<b>Reference Number</b>	<b>Durable medical equipment (indicate how the options are treated in your state)</b>	<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
52010	Durable medical equipment, not for home use, without a prescription	X		RCW 82.08.0283	
52020	Durable medical equipment, not for home use, with a prescription	X		RCW 82.08.0283	
52030	Durable medical equipment, not for home use, with a prescription paid for by Medicare	X		RCW 82.08.0283	
52040	Durable medical equipment, not for home use, with a prescription reimbursed by Medicare	X		RCW 82.08.0283	
52050	Durable medical equipment, not for home use, with a prescription paid for by Medicaid	X		RCW 82.08.0283	
52060	Durable medical equipment, not for home use, with a prescription reimbursed by Medicaid	X		RCW 82.08.0283	
52070	Durable medical equipment for home use without a prescription	X		RCW 82.08.0283	
52080	Durable medical equipment for home use with a prescription	X		RCW 82.08.0283	
52090	Durable medical equipment for home use with a prescription paid for by Medicare	X		RCW 82.08.0283	
52100	Durable medical equipment for home use with a prescription reimbursed by Medicare	X		RCW 82.08.0283	
52110	Durable medical equipment for home use with a prescription paid for by Medicaid	X		RCW 82.08.0283	
52120	Durable medical equipment for home use with a prescription reimbursed by Medicaid	X		RCW 82.08.0283	
52130	Oxygen delivery equipment, not for home use, without a prescription	X		RCW 82.08.0283	
52140	Oxygen delivery equipment, not for home use, with a prescription		X	RCW 82.08.0283	
52150	Oxygen delivery equipment, not for home use, with a prescription paid for by Medicare		X	RCW 82.08.0283	
52160	Oxygen delivery equipment, not for home use, with a prescription reimbursed by Medicare		X	RCW 82.08.0283	
52170	Oxygen delivery equipment, not for home use, with a prescription paid for by Medicaid		X	RCW 82.08.0283	
52180	Oxygen delivery equipment, not for home use, with a prescription reimbursed by Medicaid		X	RCW 82.08.0283	
52190	Oxygen delivery equipment for home use without a prescription	X		RCW 82.08.0283	
52200	Oxygen delivery equipment for home use with a prescription		X	RCW 82.08.0283	
52210	Oxygen delivery equipment for home use with a prescription paid for by Medicare		X	RCW 82.08.0283	

52220	Oxygen delivery equipment for home use with a prescription reimbursed by Medicare		X	RCW 82.08.0283	
52230	Oxygen delivery equipment for home use with a prescription paid for by Medicaid		X	RCW 82.08.0283	
52240	Oxygen delivery equipment for home use with a prescription reimbursed by Medicaid		X	RCW 82.08.0283	
52250	Kidney dialysis equipment, not for home use, without a prescription	X		RCW 82.08.0283	
52260	Kidney dialysis equipment, not for home use, with a prescription		X	RCW 82.08.945	
52270	Kidney dialysis equipment, not for home use, with a prescription paid for by Medicare		X	RCW 82.08.945	
52280	Kidney dialysis equipment, not for home use, with a prescription reimbursed by Medicare		X	RCW 82.08.945	
52290	Kidney dialysis equipment, not for home use, with a prescription paid for by Medicaid		X	RCW 82.08.945	
52300	Kidney dialysis equipment, not for home use, with a prescription reimbursed by Medicaid		X	RCW 82.08.945	
52310	Kidney dialysis equipment for home use without a prescription	X		RCW 82.08.0283	
52320	Kidney dialysis equipment for home use with a prescription		X	RCW 82.08.945	
52330	Kidney dialysis equipment for home use with a prescription paid for by Medicare		X	RCW 82.08.945	
52340	Kidney dialysis equipment for home use with a prescription reimbursed by Medicare		X	RCW 82.08.945	
52350	Kidney dialysis equipment for home use with a prescription paid for by Medicaid		X	RCW 82.08.945	
52360	Kidney dialysis equipment for home use with a prescription reimbursed by Medicaid		X	RCW 82.08.945	
52370	Enteral feeding systems, not for home use, without a prescription	X		RCW 82.08.0283	
52380	Enteral feeding systems, not for home use, with a prescription	X		RCW 82.08.0283	
52390	Enteral feeding systems, not for home use, with a prescription paid for by Medicare	X		RCW 82.08.0283	
52400	Enteral feeding systems, not for home use, with a prescription reimbursed by Medicare	X		RCW 82.08.0283	
52410	Enteral feeding systems, not for home use, with a prescription paid for by Medicaid	X		RCW 82.08.0283	
52420	Enteral feeding systems, not for home use, with a prescription reimbursed by Medicaid	X		RCW 82.08.0283	
52430	Enteral feeding systems for home use without a prescription	X		RCW 82.08.0283	
52440	Enteral feeding systems for home use with a prescription	X		RCW 82.08.0283	
52450	Enteral feeding systems for home use with a prescription paid for by Medicare	X		RCW 82.08.0283	
52460	Enteral feeding systems for home use with a prescription reimbursed by Medicare	X		RCW 82.08.0283	
52470	Enteral feeding systems for home use with a prescription paid for by Medicaid	X		RCW 82.08.0283	

52480	Enteral feeding systems for home use with a prescription reimbursed by Medicaid	X		RCW 82.08.0283	
52490	Repair and replacement parts for durable medical equipment which are for single patient use			RCW 82.08.0283	Exempt if the durable medical equipment with which the parts go is exempt.
<b>Reference Number</b>	<b>Mobility enhancing equipment (indicate how the options are treated in your state)</b>	<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
53010	Mobility enhancing equipment without a prescription	X		RCW 82.08.0283	
53020	Mobility enhancing equipment with a prescription	X		RCW 82.08.0283	
53030	Mobility enhancing equipment with a prescription paid for by Medicare	X		RCW 82.08.0283	
53040	Mobility enhancing equipment with a prescription reimbursed by Medicare	X		RCW 82.08.0283	
53050	Mobility enhancing equipment with a prescription paid for by Medicaid	X		RCW 82.08.0283	
53060	Mobility enhancing equipment with a prescription reimbursed by Medicaid	X		RCW 82.08.0283	
<b>Reference Number</b>	<b>Prosthetic devices (indicate how the options are treated in your state)</b>	<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
54010	Prosthetic devices without a prescription	X		RCW 82.08.0283	
54020	Prosthetic devices with a prescription		X	RCW 82.08.0283	
54030	Prosthetic devices with a prescription paid for by Medicare		X	RCW 82.08.0283	
54040	Prosthetic devices with a prescription reimbursed by Medicare		X	RCW 82.08.0283	
54050	Prosthetic devices with a prescription paid for by Medicaid		X	RCW 82.08.0283	
54060	Prosthetic devices with a prescription reimbursed by Medicaid		X	RCW 82.08.0283	
54070	Corrective eyeglasses without a prescription	X		RCW 82.08.0283	
54080	Corrective eyeglasses with a prescription		X	RCW 82.08.0283	
54090	Corrective eyeglasses with a prescription paid for by Medicare		X	RCW 82.08.0283	
54100	Corrective eyeglasses with a prescription reimbursed by Medicare		X	RCW 82.08.0283	
54110	Corrective eyeglasses with a prescription paid for by Medicaid		X	RCW 82.08.0283	
54120	Corrective eyeglasses with a prescription reimbursed by Medicaid		X	RCW 82.08.0283	
54130	Contact lenses without a prescription	X		RCW 82.08.0283	
54140	Contact lenses with a prescription		X	RCW 82.08.0283	
54150	Contact lenses with a prescription paid for by Medicare		X	RCW 82.08.0283	
54160	Contact lenses with a prescription reimbursed by Medicare		X	RCW 82.08.0283	
54170	Contact lenses with a prescription paid for by Medicaid		X	RCW 82.08.0283	
54180	Contact lenses with a prescription reimbursed by Medicaid		X	RCW 82.08.0283	
54190	Hearing aids without a prescription	X		RCW 82.08.0283	
54200	Hearing aids with a prescription		X	RCW 82.08.0283	
54210	Hearing aids with a prescription paid for by Medicare		X	RCW 82.08.0283	

54220	Hearing aids with a prescription reimbursed by Medicare		X	RCW 82.08.0283	
54230	Hearing aids with a prescription paid for by Medicaid		X	RCW 82.08.0283	
54240	Hearing aids with a prescription reimbursed by Medicaid.		X	RCW 82.08.0283	
54250	Dental prosthesis without a prescription	X		RCW 82.08.0283	
54260	Dental prosthesis with a prescription		X	RCW 82.08.0283	
54270	Dental prosthesis with a prescription paid for by Medicare		X	RCW 82.08.0283	
54280	Dental prosthesis with a prescription reimbursed by Medicare		X	RCW 82.08.0283	
54290	Dental prosthesis with a prescription paid for by Medicaid		X	RCW 82.08.0283	
54300	Dental prosthesis with a prescription reimbursed by Medicaid		X	RCW 82.08.0283	
<b>Reference Number</b>	<b>Telecommunications &amp; related products</b>	<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
60010	Ancillary Services	X		RCW 82.04.050 RCW 82.04.065	
60020	Conference bridging service	X		RCW 82.04.050 RCW 82.04.065	
60030	Detailed telecommunications billing service	X		RCW 82.04.050 RCW 82.04.065	
60040	Directory assistance	X		RCW 82.04.050 RCW 82.04.065	
60050	Vertical service	X		RCW 82.04.050 RCW 82.04.065	
60060	Voice mail service	X		RCW 82.04.050 RCW 82.04.065	
<b>Reference Number</b>	<b>Telecommunications (Indicate how the options are treated in your state)</b>	<b>Taxable</b>	<b>Exempt</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
61000	Intrastate Telecommunications Service	X		RCW 82.04.050 RCW 82.04.065	
61010	Interstate Telecommunications Service	X		RCW 82.04.050 RCW 82.04.065	
61020	International Telecommunications Service	X		RCW 82.04.050 RCW 82.04.065	
61030	International 800 service	X		RCW 82.04.050 RCW 82.04.065	
61040	International 900 service	X		RCW 82.04.050 RCW 82.04.065	
61050	International fixed wireless service	X		RCW 82.04.050 RCW 82.04.065	
61060	International mobile wireless service	X		RCW 82.04.050 RCW 82.04.065	
61080	International prepaid calling service	X		RCW 82.04.050 RCW 82.04.065	
61090	International prepaid wireless calling service	X		RCW 82.04.050 RCW 82.04.065	
61100	International private communications service	X		RCW 82.04.050 RCW 82.04.065	
61110	International value-added non-voice data service	X		RCW 82.04.050 RCW 82.04.065	
61120	International residential telecommunications service	X		RCW 82.04.050 RCW 82.04.065	
61130	Interstate 800 service	X		RCW 82.04.050 RCW 82.04.065	
61140	Interstate 900 service	X		RCW 82.04.050 RCW 82.04.065	
61150	Interstate fixed wireless service	X		RCW 82.04.050 RCW	

				82.04.065	
61160	Interstate mobile wireless service	X		RCW 82.04.050 RCW 82.04.065	
61180	Interstate prepaid calling service	X		RCW 82.04.050 RCW 82.04.065	
61190	Interstate prepaid wireless calling service	X		RCW 82.04.050 RCW 82.04.065	
61200	Interstate private communications service	X		RCW 82.04.050 RCW 82.04.065	
61210	Interstate value-added non-voice data service	X		RCW 82.04.050 RCW 82.04.065	
61220	Interstate residential telecommunications service	X		RCW 82.04.050 RCW 82.04.065	
61230	Intrastate 800 service	X		RCW 82.04.050 RCW 82.04.065	
61240	Intrastate 900 service	X		RCW 82.04.050 RCW 82.04.065	
61250	Intrastate fixed wireless service	X		RCW 82.04.050 RCW 82.04.065	
61260	Intrastate mobile wireless service	X		RCW 82.04.050 RCW 82.04.065	
61280	Intrastate prepaid calling service	X		RCW 82.04.050 RCW 82.04.065	
61290	Intrastate prepaid wireless calling service	X		RCW 82.04.050 RCW 82.04.065	
61300	Intrastate private communications service	X		RCW 82.04.050 RCW 82.04.065	
61310	Intrastate value-added non-voice data service	X		RCW 82.04.050 RCW 82.04.065	
61320	Intrastate residential telecommunications service	X		RCW 82.04.050 RCW 82.04.065	
61325	Paging service	X		RCW 82.04.050 RCW 82.04.065	
61330	Coin-operated telephone service	X		RCW 82.08.0289	
61340	Pay telephone service	X		RCW 82.04.050 RCW 82.04.065	
61350	Local Service as defined by Washington	X		RCW 82.08.0289	

## Section 2. Tax Administration Practices

### Disclosed Practice 1 - Tax Administration Practices on Vouchers from Appendix E of the SSUTA

### Does Your State Follow this Practice?

**If You Answered No, Describe the Difference Between the Practice as Adopted by the Governing Board and Your State's Treatment. Add Additional Comments if Desired.**

Reference Number	Disclosed Practice 1 - Vouchers			Statute/Rule Cite	Comment
Voucher Definition	<p>As used herein, a voucher is an instrument that is:</p> <ul style="list-style-type: none"> <li>a. issued to a purchaser for an amount that is less than the face value and both the face value and amount paid by the purchaser are noted on the voucher;</li> <li>b. redeemable for personal property or services in a single visit only at the seller's business;</li> <li>c. redeemable either for a specific product or for a certain dollar amount towards the purchase price of any product sold by the seller;</li> <li>d. issued, marketed, or distributed by a third party pursuant to a specific agreement with the seller, and the seller determines the price at which the voucher is to be issued and allows</li> </ul>				

	<p>redemption of the specific voucher for personal property or services ("third party agreement");</p> <p>e. not a digital code as defined by the Agreement or its Rules;</p> <p>f. not a ticket for an admission to a specific performance or event on a specific date and time;</p> <p>g. not a gift card or gift certificate nor is it convertible, in whole or in part, to gift cards, gift certificates or cash;</p> <p>h. not usable in combination with other promotions or coupons offered by the seller; and</p> <p>i. not a prepaid calling service or a prepaid wireless calling service.</p> <p>Vouchers may be provided to purchasers in the form of an electronic instrument that is scanned by the seller from the purchaser's electronic device.</p>				
Reference Number	Disclosed Practice 1 - Vouchers	Yes	No	Statute/Rule Cite	Comment
Vouchers 1.1	The member state administers the difference between the value of a voucher allowed by the seller and the amount the purchaser paid for the voucher as a discount that is not included in the sales price (i.e., same treatment as a seller's in-store coupon), provided the seller is not reimbursed by a third party, in money or otherwise, for some or all of that difference.	X		RCW 82.08.010(1) and the Department's Special Notice "Discount Vouchers" (August 23, 2012) at <a href="http://www.dor.wa.gov">www.dor.wa.gov</a>	Note: If the seller does not know at the time of sale the amount the customer paid to obtain a payment instrument and thus does not know whether the instrument is a voucher, the seller will treat the consideration paid by the customer as equal to the face value of the instrument.
Vouchers 1.2	The member state provides that when the discount on a voucher will be fully reimbursed by a third party the seller is to use the face value of the voucher (i.e., same as the treatment of a manufacturer's coupon) and not the price paid by the purchaser as the measure (sales price) that is subject to tax.	X		RCW 82.08.010(1)	
Vouchers 1.3	The member state provides that costs and expenses of the seller are not deductible from the sales price and are included in the measure (sales price) that is subject to tax. Further, reductions in the amount of consideration received by the seller from the third party that issued, marketed, or distributed the vouchers, such as advertising or marketing expenses, are costs or expenses of the seller.	X		RCW 82.08.010(1) and the Department's Special Notice "Discount Vouchers" (August 23, 2012) at <a href="http://www.dor.wa.gov">www.dor.wa.gov</a>	
Disclosed Practice 2 - Tax Administration Practices on Credits from Appendix E of the SSUTA		Does Your State Follow this Practice?		For Sections With Only No Responses, Describe Your State's Tax Treatment. Add Additional Comments if Desired.	
Reference Number	Disclosed Practice 2 - Credits	Yes	No	Statute/Rule Cite	Comment
Definition	"Tax Paid" means the tax that was (1) paid and (2) previously due from either the seller or the purchaser when the sale of that product is taxable in that state and it was properly sourced based on that state's sourcing rules. "Tax paid" includes tax that was (1) paid and (2) previously due from the purchaser (or seller, if applicable) because the purchaser moved the product to a different jurisdiction. "Tax paid" does not include the portion of tax paid that is currently eligible for a credit or refund or tax paid that is eligible for refund under a tax-incentive program or agreement.				
Reference Number	2.1 Credit Against Use Tax	Yes	No	Statute/Rule Cite	Comment

Credits 2.1	The State imposing tax on the purchaser provides credit for "sales or use taxes paid" on a product against the State's use tax.	X		RCW 82.12.035	The credit is provided to the extent of the amount of "tax paid" to the other jurisdiction.
<b>Reference Number</b>	<b>2.2 Credit Against Sales Tax</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Credits 2.2	The State imposing tax provides credit for the "sales or use taxes paid" on a product against the State's sales tax.		X		There is no statute authorizing a credit against Washington's sales tax.
<b>Reference Number</b>	<b>2.3 Reciprocity</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Credits 2.3.a	The credit the State provides in 2.1 and 2.2 applies regardless of whether another state provides a reciprocal credit.	X		RCW 82.12.035	
Credits 2.3.b.	The credit the State provides in 2.1 and 2.2 only applies when the other state where the tax was paid provides a reciprocal credit.		X		There is no statute requiring reciprocity
<b>Reference Number</b>	<b>2.4 State and Local Sales and Use "Tax Paid"</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Credits 2.4.a.	The credit provided for in 2.1 and 2.2 is for the <b>combined</b> amount of state and local "tax paid" to another state or local jurisdiction against both the state and local taxes due to the State.	X		RCW 82.12.035	
Credits 2.4.b.	The credit provided for in 2.1 and 2.2 is for <b>only</b> the state "tax paid" to another state against the taxes due to the State (i.e., no credit for local tax against state tax). If the State has local sales or use taxes, it only provides credit for state tax against state tax and local tax against local tax.		X		There is no statute that limits the use tax credit.
<b>Reference Number</b>	<b>2.5 Credit for "Similar Tax" Paid to Another Jurisdiction</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Credits 2.5	The credit provided for in 2.1 and 2.2 includes "similar taxes" that were (1) paid and (2) previously due to another state or local jurisdiction against the sales or use taxes due. If applicable, list below all known similar or like taxes the State provides credit for even if such tax does not meet the definition of a "similar tax."		X		<ul style="list-style-type: none"> <li>• Washington is unaware of any similar taxes presently</li> <li>• Washington statute specifically allows credit only for legally imposed and paid "retail sales or use tax"</li> <li>• Washington has no provision in law allowing credit for a "similar tax"</li> <li>• If a "similar tax" qualifies as a retail sales or use tax, then Washington would provide credit for that tax</li> <li>• If taxpayers have questions about a particular "similar tax," they may seek a letter ruling from the Washington Department of Revenue (the "Department") on the matter</li> </ul>
Credits 2.5					
<b>Reference Number</b>	<b>2.6. Credit Against "Similar Tax" Imposed by the State</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Credits 2.6	The credit provided for in 2.1 and 2.2 includes "sales or use taxes paid" to another state or local jurisdiction against "similar taxes" due. If applicable, list below "similar taxes" imposed that the State provides credits against.		X		<ul style="list-style-type: none"> <li>• The Department is unaware of any "similar tax" against which a credit for retail sales or use tax paid to other state/local or foreign jurisdictions is</li> </ul>



					allowed. • If taxpayers have questions about a particular "similar tax," they may seek a letter ruling from the Department on the matter
Credits 2.6					
<b>Reference Number</b>	<b>2.7 Sourcing when Receipt Location is Known</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Credits 2.7	The credit provided for in 2.1 and 2.2 applies when the other state's "sales or use taxes" were (1) paid and (2) previously due based on: i) that other state's sourcing rules, or ii) the purchaser's location of use of a product subsequent to the initial sale.	X		RCW 82.12.035	<ul style="list-style-type: none"> <li>• This assumes that the credit is for "tax paid," which does not include the portion of tax paid that is currently eligible for a credit or refund or tax paid that is eligible for refund under a tax-incentive program or agreement.</li> <li>• Washington provides a use tax credit where the present user or his or her bailor or donor has paid a legally imposed retail sales or use tax.</li> </ul>
<b>Reference Number</b>	<b>2.8 Sourcing when Receipt Location is Unknown</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Credits 2.8	Except as provided in Credits 2.13, the credit provided for in 2.1 and 2.2 applies when the seller sources the initial sale pursuant to the SSUTA Sections 310.A.3, 310.A.4, or 310.A.5, because the location where the product was received by the purchaser was unknown to the seller.	X		RCW 82.12.035	<ul style="list-style-type: none"> <li>• Washington generally provides a use tax credit for sales legally sourced to another state pursuant to SSUTA §§ 310.A.3, 310.A.4, and 310.A.5.</li> <li>• This assumes that the credit is for "tax paid," which does not include the portion of tax paid that is currently eligible for a credit or refund or tax paid that is eligible for refund under a tax-incentive program or agreement.</li> <li>• NOTE: Washington generally assumes the seller's sourcing to be correct, except where clearly demonstrated otherwise; so when it is clear that the taxable legal incidence is not in the other state, no credit would be allowed.</li> </ul>
<b>Reference Number</b>	<b>2.9 Characterization of Sale</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Credits 2.9	The credit provided for in 2.1 and 2.2 applies regardless of the other state's characterization of the product as tangible personal property, a service, digital good, or product delivered electronically.	X		RCW 82.12.035	
<b>Reference Number</b>	<b>2.10 Sales Price Components</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Credits 2.10.a.	2.10.a. Full Credit Allowed - The credit provided for in 2.1 and 2.2 applies to all components of the SSUTA "sales price" definition, whether taxable or nontaxable in the State.	X		RCW 82.12.035; RCW 82.08.010	
Credits 2.10.b.	2.10.b. Partial Credit Allowed - When taxable and non-taxable charges are itemized on the invoice, the credit provided for in 2.1 and 2.2 is only for the "tax paid" on the taxable		X	RCW 82.12.035; RCW 82.08.010	

	components of the sales price in the State.				
Reference Number	2.11 Transactions with Taxable and Exempt Products	Yes	No	Statute/Rule Cite	Comment
Credits 2.11.a.	2.11.a. Full Credit Allowed - The credit provided for in 2.1 and 2.2 applies to the full amount of "tax paid" on a transaction consisting of taxable and exempt products.		X	RCW 82.12.035	<ul style="list-style-type: none"> <li>• In applying a credit to use tax for products that are "distinct and identifiable," as defined in RCW 82.08.190, Washington will only credit taxes paid on the distinct and identifiable product subject to use tax.</li> <li>• NOTE: Washington would fully credit the transaction described in Example G of the "Best Practices - Credits Best Practice 4-28-2014" (AM14004A01), because it is a sale of a single product or two taxable products.</li> </ul>
Credits 2.11.b.	2.11.b. Partial Credit Allowed - When taxable and non-taxable products are itemized on the invoice the credit provided for in 2.1 and 2.2 is only for the "tax paid" on the taxable products of a transaction in the State.	X		RCW 82.12.035	NOTE: Washington would fully credit all components of a single distinct and identifiable product. See Disclosed Practice 2.10 Sales Price Components above.
Reference Number	2.12 Audit Sampling	Yes	No	Statute/Rule Cite	Comment
Credits 2.12	The credit provided for in 2.1 and 2.2 applies when the sale or purchase of the product was part of the population sampled pursuant to an audit sampling method.		X		<ul style="list-style-type: none"> <li>• Washington may, but is not required to, give credit against use tax for another jurisdiction's sales and use taxes paid and legally imposed as the result of the statistical sample conducted by the other jurisdiction.</li> <li>• The Department retains authority to approve sampling methods</li> <li>• Non-statistical samples are less likely to be allowed</li> </ul>
Reference Number	2.13 Direct Mail	Yes	No	Statute/Rule Cite	Comment
Credits 2.13	The credit provided for in 2.1 and 2.2 applies when the seller sources the sale of Advertising and Promotional Direct Mail pursuant to Section 313.A.4.	X		RCW 82.12.035; RCW 82.32.730(5)(a)(iv)	<p>This response is similar to Disclosed Practice 2.8 Sourcing when Receipt Location is Unknown. That is,</p> <ul style="list-style-type: none"> <li>- Washington generally would credit sales legally sourced to another state pursuant to SSUTA 310.A.5.</li> <li>- This assumes that the credit is for "tax paid," which does not include the portion of tax paid that is currently eligible for a credit or refund or tax paid that is eligible for refund under a tax-incentive program or agreement.</li> <li>- NOTE: Washington generally assumes the seller's sourcing to be correct, except where clearly demonstrated otherwise; so when it</li> </ul>

					is clear that the taxable legal incidence is not in the other state, no credit would be allowed.
<b>Reference Number</b>	<b>2.14 Accelerated Payments on Lease/Rentals</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Credits 2.14	The credit provided for in 2.1 and 2.2 includes the "tax paid" to another state or local jurisdiction on a lease/rental transaction based on the sum of the lease payments ("accelerated basis"), against the "sales or use taxes" due on the balance of the lease/rental payments.	X		RCW 82.12.035	However, it is important to note: • Washington provides no credit against sales tax for sales tax paid to another state • If the lease is periodic, then for those periodic payments sourced to Washington, sales tax would be due with no credit for sales tax paid to another state with respect to payments sourced to Washington
<b>Reference Number</b>	<b>2.15 Inception-Deferred Collection on Lease/Rentals</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Credits 2.15	The credit provided for in 2.1 and 2.2 includes the "tax paid" to another state or local jurisdiction on a lease/rental transaction based on a deferred collection/remittance method against the "sales or use taxes" due on the balance of the lease/rental payments.	X		RCW 82.12.035	However, it is important to note: • Washington provides no credit against sales tax for sales tax paid to another state • If the lease is periodic, then for those periodic payments sourced to Washington, sales tax would be due with no credit for sales tax paid with respect to payments sourced to Washington
<b>Reference Number</b>	<b>2.16 Lessor Acquisition</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Credits 2.16	The credit provided for in 2.1 and 2.2 includes the "tax paid" by the lessor to another state or local jurisdiction on the acquisition of the product against the "sales or use taxes" due on the balance of the lease/rental payments provided the tax reimbursement is documented and disclosed to the lessee.		X	RCW 82.12.035	
<b>Disclosed Practice 3 - Tax Administration Practices on Liability Relief from Appendix E of the SSUTA</b>  (Note: These tax administration practices address whether a member state provides liability relief although the state is only required to provide relief "to the extent possible," as specified in sections 328(C) and (D) of the Agreement.)		<b>Does Your State Follow this Practice?</b>		<b>If You Answered No, Describe the Difference Between the Practice as Adopted by the Governing Board and Your State's Treatment. Add Additional Comments if Desired.</b>	
<b>Reference Number</b>	<b>Disclosed Practice 3 – Liability Relief</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
	<b>Disclosed Practice 3.1 - Liability relief for erroneous information in the tax administration practices section of the taxability matrix</b>	<b>If you answer "Yes" to 3.1, you do not need to complete 3.1.a, b, and c below.</b>	<b>If you answer "No" to 3.1, please complete 3.1.a, b, and c below.</b>		
Liability Relief 3.1	The State provides sellers and CSPs with liability relief for tax, interest and penalties if the sellers and CSPs charged and collected the incorrect tax due to erroneous information in the tax administration practices section of the taxability matrix.	X		RCW 82.32.740	Effective July 1, 2015, SSB 5275 (Ch. 86, Laws of 2015) amended RCW 82.32.740 so that if the Washington taxability matrix is amended, sellers and certified service providers are relieved from liability to the state and local jurisdictions to the extent that

					the seller/CSP relied on the immediately preceding version of the state's taxability matrix.
Liability Relief 3.1.a.	Liability Relief for Tax				
Liability Relief 3.1.b.	Liability Relief for Interest				
Liability Relief 3.1.c.	Liability Relief for Penalties				
	<b>Disclosed Practice 3.2 - Extended liability relief for changes to the tax administration practices section of the taxability matrix</b>	<b>If you answer "Yes" to 3.2, you do not need to complete 3.2.a, b, and c below.</b>	<b>If you answer "No" to 3.2, please complete 3.2.a, b, and c below.</b>		
Liability Relief 3.2	When the State makes a change to its tax administration practice section of the taxability matrix, the State provides sellers and CSPs with liability relief for the tax, interest and penalties for having charged and collected the incorrect tax until the first day of the calendar month that is at least 30 days after notice of the change to the state's tax administration practices section of the taxability matrix is submitted to the governing board, provided the seller or CSP relied on the prior version of the taxability matrix.	X		RCW 82.32.740	Effective July 1, 2015, SSB 5275 (Ch. 86, Laws of 2015) amended RCW 82.32.740 so that if the Washington taxability matrix is amended, sellers and certified service providers are relieved from liability to the state and to local jurisdictions to the extent that the seller or certified service provider relied on the immediately preceding version of the state's taxability matrix. This relief is available until the first day of the calendar month that is at least thirty days after the department submits notice of a change to the state's taxability matrix to the streamlined sales tax governing board.
Liability Relief 3.2.a.	Liability Relief for Tax				
Liability Relief 3.2.b.	Liability Relief for Interest				
Liability Relief 3.2.c.	Liability Relief for Penalties				
	<b>Disclosed Practice 3.3 Extended liability relief for changes to the library of definitions section of the taxability matrix</b>	<b>If you answer "Yes" to 3.3, you do not need to complete 3.3.a, b, and c below.</b>	<b>If you answer "No" to 3.3, please complete 3.3.a, b, and c below.</b>		
Liability Relief 3.3	When the State makes a change to the library of definitions section of its taxability matrix, the State provides sellers and CSPs with liability relief for the tax, interest and penalties for having charged and collected the incorrect tax until the first day of the calendar month that is at least 30 days after notice of the change to the member state's library of definitions section of the taxability matrix is submitted to the governing board, provided the seller or CSP relied on the prior version of the taxability matrix.	X		RCW 82.32.740	Effective July 1, 2015, SSB 5275 (Ch. 86, Laws of 2015) amended RCW 82.32.740 so that if the Washington taxability matrix is amended, sellers and certified service providers are relieved from liability to the state and to local jurisdictions to the extent that the seller or certified service provider relied on the immediately preceding version of the state's taxability matrix. This relief is available until the first day of the calendar month that is at least thirty days after the department submits notice of a change to the state's taxability matrix to the streamlined sales tax governing board.

Liability Relief 3.3.a.	Liability Relief for Tax				
Liability Relief 3.3.b.	Liability Relief for Interest				
Liability Relief 3.3.c.	Liability Relief for Penalties				
<b>Disclosed Practice 4 - Tax Administration Practices on Acceptance of Limited Power-of-Attorney/Agent Authorization (Limited POA/AA) Form from Appendix E of the SSUTA</b>		<b>Does Your State Follow this Practice?</b>		<b>If You Answered No, Describe the Difference Between the Practice as Adopted by the Governing Board and Your State's Treatment. Add Additional Comments if Desired.</b>	
<b>Reference Number</b>	<b>Disclosed Practice 4 – Acceptance of Limited Power-of-Attorney/Agent Authorization Form – Form F0023</b>				
<b>Disclosed Practice 4.1</b>	<b>Acceptance of Form F0023 From CSPs</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Limited POA/AA 4.1	The member state will accept a signed copy of the Limited Power of Attorney/Agent Authorization form posted to the governing board's website, as sufficient authority for the state to disclose to the CSP any confidential information of the seller necessary to allow the CSP to fulfill its obligations under its contract with the governing board and to fulfill its responsibilities to the seller under Section 501 of the Agreement.		X		
<b>Disclosed Practice 4.2</b>	<b>Acceptance of Form F0023 From Persons Other Than CSPs</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Limited POA/AA 4.2	The member state will accept a signed copy of the Limited Power of Attorney/Agent Authorization form posted to the governing board's website, as sufficient authority for the state to disclose to the seller's appointed agent, other than a CSP, any confidential information of the seller as authorized on the form to allow the agent to fulfill its obligations to the seller.		X		
<b>Disclosed Practice 5. Tax Administration Practices on Post Transaction Issues from Appendix E of the SSUTA</b>		<b>Does Your State Follow this Practice?</b>		<b>If You Answered No, Describe the Difference Between the Practice as Adopted by the Governing Board and Your State's Treatment. Add Additional Comments if Desired.</b>	
<b>Reference Number</b>	<b>Disclosed Practice 5 – Post Transaction Issues</b>				
	<p>Unless indicated otherwise throughout Disclosed Practice 5:</p> <ul style="list-style-type: none"> <li>· Use of the word "tax" means the sales or use tax paid by the customer to the seller which was timely remitted by the seller to the state;</li> <li>· Use of the word "refund" includes a credit unless otherwise stated;</li> <li>· Unless otherwise stated, the refund is being claimed within the state's statute of limitations;</li> <li>· Unless otherwise stated, the seller has refunded the tax to the customer;</li> <li>· The tax rates used in the examples are for illustrative purposes only and are presumed to be correct;</li> <li>· The seller is not engaged in fraud or making intentional misrepresentations;</li> <li>· The seller maintains proper books and records to substantiate taxes collected and remitted based on the applicable state's requirements;</li> <li>· The disclosed practices do not apply to sales of motor vehicles;</li> </ul>				

	<ul style="list-style-type: none"> <li>The disclosed practices relate to products voluntarily returned by the customer and accepted by the seller (e.g., does not include repossessed products) and;</li> <li>The disclosed practices only provide general guidance and assume there are no other unique circumstances that apply.</li> </ul>				
	<b>Disclosed Practice 5.1 - Refund Procedure Document</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Post Transactions 5.1	Does your state have written guidance on your website, or otherwise, that explains how sellers and/or customers can properly obtain a tax refund from your state? (If "yes", please provide a website link and/or indicate how a person can obtain guidance in the comment section.)	X		WAC 458-20-229	See also Washington State Department of Revenue's Tax Topic on "Apply for a tax refund"
	<b>Disclosed Practice 5.2 - When does your state's statute of limitations begin for a seller to obtain a refund of tax paid for products returned by a customer?</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Post Transactions 5.2.a.	It begins on the due date of the tax return on which the tax was required to be reported by the seller to the state.		X		
Post Transactions 5.2.b.	It begins on the date the tax on the sale was due by the seller to the state.		X		
Post Transactions 5.2.c.	It begins on the date the tax was remitted to the state or the due date of the tax return, whichever is later.	X		RCW 82.32.060; WAC 458-20-229	
Post Transactions 5.2.d.	It begins on the date the customer returns the product (such as a rescission of sale) to the seller and receives the refund from the seller.		X		
Post Transactions 5.2.e.	Other - If the state's answers to 5.2.a. – 5.2.d. were all "no", check "yes" and explain when the statute of limitations for a seller's claim begins in the comments section.				
	<b>Disclosed Practice 5.3 - How long is your state's statute of limitations time period for a seller to claim a tax refund on products returned by a customer?</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Post Transactions 5.3.a.	A three-year statute of limitations (that begins based on the state's response in 5.2) for a seller to make a refund request to the state.		X		
Post Transactions 5.3.b.	A four-year statute of limitations (that begins based on the state's response in 5.2) for a seller to make a refund request to the state.		X		
Post Transactions 5.3.c.	If the answers to both 5.3.a. and 5.3.b., were "no" please indicate "yes" and provide your state's time period for a seller to make a refund request to the state in the comments.	X		RCW 82.32.060; WAC 458-20-229	Except by waiver, no refund or credit may be made for taxes, penalties, or interest paid more than four years prior to the beginning of the calendar year in which the refund application is made or examination of records is completed
	<b>Disclosed Practice 5.4 - Documentation to Prove Refund of Tax to Customer</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Post Transactions 5.4	Will your state accept the seller's electronic sales receipts that identify the product purchased, the date purchased, the tax collected, the product returned, the date refunded and the tax refunded to the customer to prove that a customer paid tax?	X			
	<b>Disclosed Practice 5.5 - How does a seller obtain a refund of tax refunded to their customer? (Credit on Current Tax Return, Subsequent Tax Return or Refund Claim)</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>

Post Transactions 5.5.a.	Does your state allow a seller to take a credit (or net) on its tax return to report the original sale if the product was returned prior to the seller filing that tax return? If this is required, note that in comments section.	X		WAC 458-20-278	If the tax refunded to the customer occurred in the same tax reporting period as the original sale, then the seller may get a credit for the refunded tax by taking a deduction for the refunded sale price from the gross sales amount for that reporting period
Post Transactions 5.5.b.	Subject to the state's statute of limitations, does your state allow a seller to take a credit (or net) during the reporting period when the product was returned if the product is returned in a different reporting period than the original sale? If this is required, note that in comments section.	X			
Post Transactions 5.5.c.	Subject to the state's statute of limitations, does your state allow the seller to file an amended tax return and/or refund claim when the product is returned after the seller filed its tax return to the state to report the original sale? If this is required, note that in comments section.	X			See the DOR website for "Applying for a Tax Refund."
	<b>Disclosed Practice 5.6 - May the seller process the refund and additional charges in one transaction on a single invoice?</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Post Transactions 5.6.a.	Does your state allow the seller to obtain a refund from the state if the seller subtracts from the original sales price any charges imposed by the seller to make a return (understanding the tax must be collected on any taxable charges)? If your state has exceptions note those exceptions in the comments section.	X			A seller may obtain a refund if the seller refunds the sales price and tax to the customer for the return, and also charges the customer a restocking fee for the return. WAC 458-20-278
Post Transactions 5.6.b.	If the answer to 5.6.a. was "no," does your state allow the seller to obtain a refund from the state if it provides a full refund, including the tax, but subsequently imposes any service charges (and imposing any applicable tax) to the customer as a separate transaction on a separate invoice?				
	<b>Disclosed Practice 5.7 - Taxability of Return Fees</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Post Transactions 5.7.a.	Does your state impose tax on restocking fees or return fees that are not directly associated with the use of a returned product?		X	WAC 458-20-278	Washington does not impose retail sales tax on restocking fee
Post Transactions 5.7.b.	Does your state impose a sales tax on a charge for the use (e.g. wear and tear) of a product?	X		WAC 458-20-278	
	<b>Disclosed Practice 5.8 - Cash/Credit Refund versus Store Credit</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Post Transactions 5.8	Does your state treat the refund in the form of store credit the same as a cash refund for returned products?	X			
	<b>Disclosed Practice 5.9 - Simultaneous Return and Sale</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Post Transactions 5.9.a.	<b>Does your state allow the seller to only collect and remit the additional tax on the price difference of a returned product when the replacement product costs more? If no, explain in the comments section.</b>	X		WAC 458-20-278	This answer presumes that the receipt/invoice is itemized, showing the return of one product for its full sales price and the purchase of another product for a different price
Post Transactions 5.9.b.	<b>Does your state allow the seller to obtain a refund from the state for the price difference of a returned</b>	X		WAC 458-20-278	This answer presumes that the receipt/invoice is

	<b>product when the replacement product costs less? If no, explain in the comments.</b>				itemized, showing the return of one product for its full sales price and the purchase of another product for a different price
	<b>Disclosed Practice 5.10 - Refund Pending State Approval</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Post Transactions 5.10.a.	Will your state refund or credit a seller for tax erroneously collected and remitted to the state prior to the seller refunding the customer the tax if the seller does not have a written agreement to refund the tax to the customer?		X	WAC 458-20-229	
Post Transactions 5.10.b.	If you answered "no" to disclosed practice 5.10.a., if the seller has a written agreement that it will refund the tax to the customer if the state approves the refund, will your state refund or credit a seller for tax erroneously collected and remitted to the state prior to the seller refunding the customer the tax?		X	WAC 458-20-229	
Post Transactions 5.10.c.	Does your state require the seller to refund the tax to the customer prior to obtaining a refund from the state?	X		WAC 458-20-229	
	<b>Disclosed Practice 5.11 - Seller Refund When Customer Did Not Pay Tax</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Post Transactions 5.11	Can the seller, who remitted the tax to the state, obtain a refund of the tax paid to the state if the customer refuses to pay the tax because the customer correctly asserted the transaction was exempt under the state's laws?	X			This assumes that the seller has records to substantiate that the seller paid the tax and the customer did not pay the tax
	<b>Disclosed Practice 5.12 - Returned Product to Seller in Another State</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Post Transactions 5.12	The customer has the original sales receipt indicating your state's tax was charged. If the product is returned in another state, will your state allow the seller to claim the refund of the tax paid to your state?	X			This assumes that the return is for a full refund of the original sales price
	<b>Disclosed Practice 5.13 - Returned Product to Seller in Another Local Jurisdiction Within the Same State</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Post Transactions 5.13	The customer has the original sales receipt indicating the tax was charged for a local jurisdiction in your state. The product is returned in your state in a different local jurisdiction. Does your state require the seller to claim the refund of the tax paid to the original local jurisdiction?	X			This assumes the return is for a full refund of the original sales price
	<b>Disclosed Practice 5.14 - Returned Product with No Receipt</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Post Transactions 5.14	If a seller refunds tax to a customer, without a receipt, using the tax rate at the store where the return was made and the price of the returned product at the store at that time, will your state allow the seller to receive a refund or credit of this tax from the state? Note in the comments section any special documentation the seller needs to provide the state.		X		A seller would be able to claim a refund if the seller's books and records can adequately substantiate the returned product's original sales transaction
	<b>Disclosed Practice 5.15 - Customer Directly Filing for a Refund</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Post Transactions 5.15.a.	Does the state give customers the option to request a tax refund directly from the state (i.e., the customer is not required to make the request through the seller)? Note any special requirements that may apply, such as minimum dollar thresholds, in the comment section.		X	WAC 458-20-229	



Post Transactions 5.15.b.	If the answer to disclosed practice 5.15.a. was "no," does the state allow a customer to obtain a tax refund from the state when the seller cannot be found or refuses to refund the tax to a customer? If "yes", provide details in the comment section.	X		WAC 458-20-229(4) (b)	
<b>Disclosed Practice 6. Tax Administration Practices on Determining the Earliest Possible Date to Register Without It Adversely Affecting a Voluntary Disclosure Agreement (VDA) from Appendix E of the SSUTA</b>		<b>Does Your State Follow this Practice?</b>		<b>If You Answered Yes, Describe the Adverse Affect on the VDA. Add Additional Comments if Desired.</b>	
<b>Reference Number</b>	<b>Disclosed Practice 6.1 - For each of the scenarios below, indicate whether registration to collect and remit sales and use taxes with your state adversely affects a VDA.</b>	<b>Yes</b>	<b>No</b>	<b>Statute/Rule Cite</b>	<b>Comment</b>
Voluntary Disclosure Agreement 6.1.a.	A seller's registration prior to the seller (or its representative) submitting the state's voluntary disclosure agreement (VDA) application will adversely affect the seller's VDA with the state.		X		If a seller registers immediately prior to or contemporaneously with submitting the VDA application, the seller's registration will generally not adversely affect the VDA application. The Department will review the facts and circumstances of each specific scenario in determining eligibility.
Voluntary Disclosure Agreement 6.1.b.	A seller's registration after the seller (or its representative) submits the state's voluntary disclosure agreement (VDA) application, but before either the seller or the state signs the actual VDA will adversely affect the VDA with the state.		X		
Voluntary Disclosure Agreement 6.1.c.	A seller's registration after the state signs the actual voluntary disclosure agreement (VDA) but before the seller signs the VDA will adversely affect the VDA.		X		