Washington State Department of Revenue

Thank you. Your responses have been submitted and your confirmation number is 0-043-214-646.

Liberty Bulder USE 1AX



LIBERTY BUILDERS INC STE A 1228 W COLUMBIA AVE MOSES LAKE WA 98837-2083

June 3, 2024 Letter ID: L0026771504 UBI: 604-902-795 Account ID: 604-902-795 Account Type: Excise Tax

Second Notice – New businesses and use tax. Respond by July 25, 2024.

Dear taxpayer:

Most new businesses with locations in Washington owe some use tax. In fact, the 2016 Compliance Study by the Department finds:

- Use tax has by far the highest noncompliance rate of all excise taxes
- · Newer businesses are twice as likely as older businesses to be out of compliance

Please review your purchases since starting your business for possible unpaid use tax.

What you need to do

After reading this message, visit our Sales or Use Tax Response website (dor.wa.gov/taxresponse), then:

- 1. Enter the 10-digit tax letter ID located in the upper right area of this letter.
- 2. Indicate whether or not you owe use tax

By taking the above steps, your account will be cleared whether you owe use tax or not.

If you owe use tax, take the following steps

- 1. Review your records of goods and services acquired since you opened your business and identify those that were untaxed (See "Tips for finding unpaid use tax" below).
- 2. Report and pay the use tax due on your next excise tax return to avoid penalties and interest.

What is use tax?

Use tax is a tax on goods and retail services you use as a consumer that were acquired without paying sales tax. Either sales tax or use tax applies to goods and retail services used in Washington.

