

Example 1

**Internet purchase of equipment,
no tax charged.**



eStuff.com

INVOICE

"Stuff is us"

Example 1

123 Skidoo St.
Pumpkin Corners, KS 12345

DATE: 03/21/06
INVOICE # 100

Bill To: Accounts Payable
A Wheat Ridge Company
7500 W. 29th Ave.
Wheat Ridge, CO 80033

Ship To: Manager
A Wheat Ridge Company
7500 W. 29th Ave.
Wheat Ridge, CO 80033

Comments or Special Instructions: none

SALESPERSON	P.O. NUMBER	SHIP DATE	SHIP VIA	F.O.B. POINT	TERMS
Bea Hapi	12345	9/10/2005	Common	Destination	Net 30

QUANTITY	DESCRIPTION	UNIT PRICE	AMOUNT
10	Really neat computer gadget	\$ 70.00	\$ 700.00

No tax was paid;
Wheat Ridge tax
is due.

SUBTOTAL	\$ 700.00
internet sale TAX RATE	0.00%
SALES TAX	-
SHIPPING & HANDLING	300.00
TOTAL	\$ 1,000.00

Make all checks payable to **eStuff.com**
If you have any questions concerning this invoice, contact Bea Hapi, (123)456-7890
beahapi@estuff.com

THANK YOU FOR YOUR BUSINESS!

Calculation

Goods	\$700
S/H	<u>\$300</u>
Taxable base	\$1,000
Times rate	<u>x .03</u>
Equals tax due	\$ 30

Example 2

Purchase and pick up items outside Wheat Ridge where local tax is lower or non-existent or certain goods aren't taxed.



Lakewood Retailer

INVOICE

Example 2

456 Pickupstix Lane
Lakewood, CO 80226

DATE: 03/21/06
INVOICE # 100

Bill To: Accounting
An Office in Wheat Ridge
7500 W. 29th Ave.
Wheat Ridge, CO 80033

Ship To: counter sale

Comments or Special Instructions:

SALESPERSON	P.O. NUMBER	SHIP DATE	SHIP VIA	F.O.B. POINT	TERMS
Kidat Kownter	none	9/15/2005	pickup	origin	credit card

QUANTITY	DESCRIPTION	UNIT PRICE	AMOUNT
1	Forms, carton	\$ 100.00	\$ 100.00
5	Executive pens	100.00	500.00
4	Double espresso latte, case 50	100.00	400.00

The retailer charged the correct tax for his location in 2006, but it's less than the 7.6% total you'd pay in Wheat Ridge. The difference of 1% is due to Wheat Ridge.

SUBTOTAL	\$ 1,000.00
TAX RATE	6.60%
SALES TAX	66.00
SHIPPING & HANDLING	-
TOTAL	\$ 1,066.00

THANK YOU FOR YOUR BUSINESS!

Calculations

Total Wheat Ridge rate 7.6%
Rate paid 6.6%
Rate difference 1.0%

Taxable base \$1000
Times rate difference $\times \underline{.01}$
Equals tax due \$ 10

Example 3

Purchase of delivered supplies, only State collected taxes paid.

- Freight, shipping, delivery and handling are taxed by Wheat Ridge but not by the State.



