



What Services are covered by the City's General fund?

- Police Department
- City Streets
- City Parks, including the city pool.
- Volunteer Fire Department
- City Administration

Can the City use the money on anything the city wants?

No. The City can only use the money to support what was provided within the ballot language approved by the voters.

A new ballot must be approved for funds to be used in any other way.

RETAILER'S GUIDE TO 1% LOCAL OPTION TAX

Where Did this Come From?

City voters on May 16, 2023, will vote whether to approve a 1% local option tax (LOT) to support general fund services, include police, fire, roads and capital infrastructure (see approved resolution on city website at www.bonnerrsferry.id.gov)

How long will the tax be in effect for?

If approved, the tax would be in effect from July 2023 until December of 2033

How do I know if I have to charge this tax?

If you own a business and you pay sales tax to the state of Idaho, you will likely have the same requirement to the city. A retailer is someone who:

- Sells to consumers, who does not resell or lease to others.
- Makes more than two retail sales within 12 months, or makes it known that they sell a taxable product or services.
- May be a business, non-profit, governmental agency or an individual.

What are some examples of taxable sales?

- Tangible personal property (anything that you can feel or touch)
- Admission charges (event tickets, movie tickets)
- Facility Use Fee's (health club memberships, park rentals)
- Food, meal, drinks and labor to prepare or serve them
- Rental or leasing of tangible property (car leases, equipment leases)

How can I find out more?

To find out more, check out the city's webpage at www.bonnerrsferry.id.gov



How to Calculate the Tax:

The 1% local sales tax is calculated on the retail portion of the sales only– just as the Idaho sales tax is calculated

EXAMPLES:

1 Joe buys \$100.00 of groceries at the store

Total cost of Groceries:	\$100.00
State Sales Tax: (6%)	\$6.00
City Sales Tax: (1%)	\$1.00
Total Cost:	\$107.00



2 Joe takes his car in for repairs

Cost of Parts:	\$1200.00
Cost of Labor:	\$60.00
State Sales Tax (6% on parts only)	\$72.00
City Sales Tax: (1% on parts only)	\$0.00
Total Cost:	\$1,272.00

(in taxable sales exceeds 1,000.00 then no sales tax is taken)



3 Joe stays at a motel in town and rents a movie

Cost of Room:	\$150.00
Cost of movie rental:	\$15.00
State Sales Tax: (6% on total sales)	\$9.90
Idaho Travel/Conf Tax: (2% on room only)	\$3.00
City Sales Tax: (1% on movie only)	\$0.15
Total Cost: \$178.05	

