

**CITY OF SALEM, VIRGINIA
BOOK OF RATES AND FEES**

FINANCE

FINANCE FEES

LOCAL USE TAX

Assessing Department:

Commonwealth of Virginia

Collecting Department:

Treasurer

Description:

Cities are permitted to establish a Local Use Tax for the purpose of providing revenue to the general fund of the locality. Sales Tax monies are collected by the Virginia Department of Taxation and sent to the Department of Treasury. That agency credits the account of the city where the sales occurred and disburses the monies to the locality on a monthly basis.

Rate or Fee	Amount
City Sales Tax is	1.0%
This tax is part of the 5.3% Sales Tax collected by the Virginia Department of Taxation.	

Legal Authorization:

Ordinance, Effective date: (10-26-1981) General retail sales tax is exempt from artificial or propane gas, firewood, coal and home heating oil purchased for domestic consumption.

Code of Virginia, Title 58.1, Subtitle I, Chapter 6, Section 58.1-606