

Response to Questions on the FY 2013 Budget

Request By: Supervisor McKay

Question: How is sales tax paid on internet purchases allocated (from where the store is physically located or from where the merchandise is delivered?)

Response: The sales tax paid on Internet purchases is distributed to the locality to which the merchandise was delivered. All sales taxes go to the Commonwealth of Virginia prior to distribution to localities. Sales tax on Internet purchases is not distinguishable from other sales taxes.