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How to change Sales Tax Rate for NC State portion of sales tax (new rate effective Dec 1!)

NC is changing its state sales tax rate effective 12/1/06. Please check the website at <http://www.dor.state.nc.us/taxes/sales/ImpNoticeTaxDecrease1106.pdf> to ensure that you are collecting the appropriate taxes for your business. According to the North Carolina Department of Revenue website, only the state rate is changing, and will change again effective next summer as well; the county rates do not appear to be changing at this time.

Sales Tax in Sage MAS90 & MAS 200 is not specific to just one module; it can affect AR, Sales Order, AP and PO. The sales tax setup is in Library Master | Setup (version 4.0 and above) and in Library Master | Common in version 3.71. Sales Tax Code Maintenance should be set up for each taxing jurisdiction (each of the 100 counties plus NC State). Within each tax code (or jurisdiction) you can enter the tax rate for each type of taxable class (taxable items, taxable freight, etc.) that is applicable.

To change your taxable rate for NC State (if you need to change a county level or other jurisdiction, you would select that code) :

1. Open Sales Tax Code Maintenance and select your code for the NC State taxing jurisdiction.
2. Change your rate for all taxable tax classes to the new rate.
3. Click Accept.

That's it! All orders/invoices from this point on will use the new tax rate. Any existing orders/invoices will continue to use the old rate that was in effect when the order/invoice was created. If you need to recalculate existing orders or invoices to the new rate, you will need to run the sales tax calculation utility in your AR | Utilities.