

How does **sales tax** work for business owners?



Step 1:

Register in states where you are required to collect sales tax.



Step 2:

Collect sales tax when customers buy your products. The charge is a percentage of the sale.**



Step 3:

You file a report on your sales to the relevant states and remit (pay) sales tax to each state.

**Percentage is determined by the law of the location where your product is shipped to (or sold in person).