



Fact Sheet for Amnesty program

Do I have a sales or use tax liability with the City of Colorado Springs?

I have a business located outside of the City of Colorado Springs.

A. If you come into the City to sell or deliver products, perform services like setup, any type of repair, any type of installation or any type of cleaning you may be responsible for collecting sales tax or remitting use tax.

I manufacture or fabricate a product at a location in the City but do not have any retail sales in the City.

A. Manufacturing equipment, testing equipment, tools and supplies used to support the manufacturing process are taxable.

My business is located in an enterprise zone in the City.

A. The City does not have any exemptions for equipment, tools or supplies in an enterprise zone.

I have purchased some of my equipment and supplies for my business on the internet and there is no sales tax on the purchase.

A. City use tax is due on the purchase on those items when they are shipped or brought into the City.

I have a lease or rental agreement for equipment and the leasing or rental company is located outside of the City or State.

A. If the company did not collect City sales tax on the lease or rental agreement then you will owe City use tax.

The vendor only collected State and County sales tax on the invoice.

A. You are still responsible to verify that City sales tax was charged on the invoice. If not, then City use tax must be remitted on the purchase if the item is shipped or brought into the City.

I charge my customers for additional fees and charges like delivery, freight, shipping and handling, and fuel surcharges.

A. These are considered part of the purchase price and therefore taxable. (This list is not all inclusive. Check with City for other taxable fees and charges)

I only provide services and I'm located in the City of Colorado Springs.

A. All equipment, tools and supplies used in providing the services are taxable. If these items were purchased without City sales tax being paid then you would need to remit City Use tax.

I am a contractor making improvements to real property.

A. All materials and supplies used to make improvements to real property are taxable. Equipment and tool rentals are also taxable. If these items were purchased without City Sales tax being paid then you would need to remit City use tax.

Amnesty Fact Sheet Continued

I own one of the following: an airplane, glider, experimental plane or hot air balloon that when I purchased no City sales tax was paid. It is stored in a hanger at the Colorado Springs Airport or another location within the City limits.

A. City use tax is due on the purchase price of the airplane or other flying apparatus, as of the date item was brought into the City limits.

I rent out my home in intervals of less than thirty (30) consecutive days.

A. You are responsible to obtain a City Sales Tax license and collect and remit City Sales tax and Lodging tax for the rental of your home. (Note: rentals for more than thirty (30) consecutive days to the same occupant are exempt.)

The above examples are not all inclusive and it is recommended that you contact the Revenue and Collections Division for further clarification for you specific business activity.