



IMPORTANT NOTICE

Effective May 1, 2016

File Number:

Notice Date:

TO: Retailers Located In or Making Sales to Lancaster County or Sumter County

FROM: South Carolina Department of Revenue

REFERENCE: Lancaster and Sumter County Local Sales Tax Changes in 2016

Due to the re-imposition of the Capital Projects Tax **effective May 1, 2016 in Lancaster County and Sumter County:**

- All purchases of unprepared food will be exempt from the 1% Capital Projects Tax and the 6% state Sales and Use Tax.
- If the unprepared food is purchased with US Government issued food stamps, it will also be exempt from the 1% Local Option Sales and Use Tax.
- All other sales or purchases in Lancaster County or Sumter County are subject to the 6% state Sales and Use Tax, the 1% Local Option Sales and Use Tax, and the 1% Capital Projects Tax.
- The appropriate sections of the ST-389 should be completed for each local tax type.

Previously, sales and purchases in Lancaster County or Sumter County were subject to the 6% state Sales and Use Tax (7% for accommodations), the 1% Capital Projects Tax, and the 1% Local Option Sales and Use Tax. Sales of unprepared food were exempt from the 6% state Sales and Use Tax rate (unless purchased with US Government issued food stamps).

If you have questions, please call 1-844-898-8542.