



Retail Accountability Assessment Calculation

Retail Accountability assessments are calculated as follows for each quarter:

The numbers used in this calculation are for illustrative purposes only.

			Example Numbers
Total Beer Purchases x 1.15	=	Beer Subtotal	\$15,275.50
Total Tobacco Purchases x 1.13*	=	Tobacco Subtotal	\$86,272.34
		Total Purchases w/ Mark-up	\$101,547.84
Taxable Sales (Line 7 Sales and Use Tax Return)	-	Sales Return Total	\$72,367.88
Difference (Total Purchases w/ Mark-up – Sales Return Total)	=	Taxable Variance	\$29,179.96
Taxable Variance x 7%		State Tax Due	\$2,042.60
Taxable Variance x Local Tax Rate (2.5% (used for example))		Local Tax Due	\$729.50

Penalties and interest will be due in addition to the state and local taxes.

*Effective July 1, 2017, the total tobacco purchases will be multiplied by 1.15.

The Retail Accountability assessments calculations shown above are current as of July 2016, but are subject to change without notice.

For additional information, please contact the Retail Accountability Unit at:

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Call (855) 286-7423 (Toll-free in Tennessee)