



## California Pet Sellers to Pay Taxes on Pet Sales

**Pet sellers are required to pay a pet sales tax on California pet sales.**

*By SmallAnimalChannel.com News Division*

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The California Board of Equalization today began notifying pet associations and pet and feed stores that they are required to report and pay a pet sales tax on pet sales to Californians.

The tax board estimates about \$14 million in sales tax on pet sales goes uncollected each year because pet sellers are not properly reporting and paying sales tax.

The state requires a pet sales tax payment from pet stores and individual breeders, including backyard breeders, if they make at least two pet sales, regardless of size, within 12 months. Those businesses and individuals are also required to possess a California Seller's Permit, the tax board reported.

The state requires persons outside of California to register for a permit and report tax if they "deliver pets into California with their own vehicles or are otherwise engaged in business in California."

For example, participation in pet shows in California may be considered as being engaged in business in the state, the board wrote in a letter to pet associations and retailers.

In addition, Californians who purchase pets from out-of-state sellers that do not charge use (same as sales) tax are required to report and pay use tax on these purchases on their annual state income tax return.