

Retailer-Contractor (Consumer Use Tax)

In the case of a retailer-contractor, when does a Consumer Use Tax return need to be filed?

Consumer Use Tax is filed to report tax on materials when sales tax was not paid by the retailer-contractor. The return and payment is due 20 days following the end of any month during which the accumulated use tax due is \$300 or more. A return and payment must always be filed by January 20 regardless of the accumulated tax due to pay the balance of the tax for the previous calendar year. It is filed on Form DR 0252 Consumer Use Tax.

Retailer-contractors that draw building materials from inventory to use on a turn-key real property contract should enter the cost of those materials on line 10 of their DR 0100 Retail Sales Tax return and pay the tax due with that return.

They would file consumer use tax for non-inventory items that they did not pay sales tax on, such as office supplies bought from an out-of-state vendor.