

**SCHEDULE H-DETAILED ALLOCATION BY CITY OF TAXABLE SALES AND USE TAX TRANSACTIONS OF \$500,000 OR MORE**

DUE ON OR BEFORE
YOUR ACCOUNT NO.

EFFECTIVE DATE
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CALIFORNIA DEPARTMENT OF  
 TAX AND FEE ADMINISTRATION  
 PO BOX 942879  
 SACRAMENTO CA 94279-2074

**PLEASE READ INSTRUCTIONS ON BACK BEFORE PREPARING THIS SCHEDULE**

Sales in interstate commerce and/or ex-tax purchases				
A			B	C
<b>ADDRESS OF FIRST FUNCTIONAL USE (generally presumed to be where the goods were delivered)</b>			<b>Tax Area Code</b>	<b>Taxable transactions on purchase/sale of \$500,000 or more</b>
<b>Street</b>	<b>City</b>	<b>Zip Code</b>		
				.00
				.00
				.00
				.00
				.00
				.00
				.00
				.00
H1. Subtotal use tax transactions				\$ 00

Auction events at temporary sales locations				
A			B	C
<b>CALIFORNIA ADDRESS WHERE AUCTION WAS HELD</b>			<b>Tax Area Code</b>	<b>Taxable transactions on aggregate sale of \$500,000 or more</b>
<b>Street</b>	<b>City</b>	<b>Zip Code</b>		
				.00
				.00
				.00
				.00
				.00
				.00
H2. Subtotal sales from auction				\$. 00

H3. Total qualifying \$500,000 transactions: Add lines H1 + H2. Report this amount on CDTFA-531, Schedule B, line B4	\$. 00
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## **SCHEDULE - H**

### **DETAILED ALLOCATION BY CITY OF TAXABLE SALES AND USE TAX TRANSACTIONS OF \$500,000 OR MORE**

#### **GENERAL**

CDTFA 531-H is used by various industries to allocate the local sales and use tax to the proper jurisdiction pursuant to the Revenue and Taxation Code.

#### **COLUMN A**

Enter the address of first functional use based on the following:

#### **PURCHASES AND/OR SALES OF \$500,000 OR MORE SUBJECT TO USE TAX**

- Persons making sales in interstate commerce to California customers

Regulation 1802 (d)(1) provides that retailers shall report the local use tax for transactions of \$500,000 or more to the participating jurisdiction where the first functional use is made. Sales of goods delivered in interstate commerce with title to the property passing to a California purchaser at a point outside of California are subject to 1 percent local use tax. For transactions of \$500,000 or more, by sellers engaged in business in California, the taxable amount should be allocated on Schedule H to the specific jurisdiction where the first functional use of the property occurred. This is generally presumed to be the jurisdiction where the goods were delivered. Sellers not engaged in business in California but who voluntarily collect and report use tax may report the taxable transactions of \$500,000 or more on Schedule H, but they are not required to do so.

- Persons making ex-tax purchases of \$500,000 or more

Regulation 1802(d)(2) provides that purchasers required to report and pay use tax directly to the CDTFA shall report the local use tax for a purchase in the amount of \$500,000 or more to the participating jurisdiction in which the first functional use of the property is made. A person who purchases tangible personal property without payment of the 1 percent local use tax is liable for the local tax on such purchases. If the purchase price is \$500,000 or more, and the property is first functionally used at a location for which a seller's permit is not required, the taxable transactions should be allocated on Schedule H.

#### **AUCTIONEERS WITH SALES AT AUCTION EVENT IN AN AGGREGATE AMOUNT OF \$500,000 OR MORE**

Regulation 1802(b)(4) provides that auctioneers shall report local sales tax to the participating jurisdiction in which the sales take place, with respect to auction events which result in taxable sales in aggregate amount of \$500,000 or more. For auction events with aggregate sales \$500,000 or more, the taxable transaction should be allocated on Schedule H when the auction event is held at a location other than the auctioneer's registered place of business.

#### **COLUMN B**

Using the listing of cities and tax area codes on CDTFA-531-FL-1, locate the tax area code for the city/unincorporated area for each location and input under Column B.

#### **COLUMN C**

Enter the taxable transaction amount for each address under Column C.

To obtain additional copies of CDTFA-531-H, please visit our website at [www.cdtfa.ca.gov](http://www.cdtfa.ca.gov).

If you need additional information, please contact the California Department of Tax and Fee Administration, P.O. Box 942879, Sacramento, CA 94279-0088. You may also visit the CDTFA website at [www.cdtfa.ca.gov](http://www.cdtfa.ca.gov) or call the Customer Service Center at 1-800-400-7115 (TTY: 711); from the main menu, select the option Special Taxes and Fees.