

# Texas sales tax guide

## Standard rate

The standard sales tax rate in Texas for 2024 is 6.25%.

## Who is obliged to register sales tax in Texas

Complete the application for registration

- You have a business in Texas;
- You sell or rent movable property in Texas;
- You provide taxable services in the state of Texas.

## Threshold

\$500,000

[Merchant thresholds by state](#)

[Marketplace thresholds by state](#)

The special rules are applicable to the SAAS business.

[Software as Service Tax Thresholds by state.](#)

## Marketplace

Marketplace facilitators engaged in business in Texas must collect, report, and remit sales and use tax on all sales made through a marketplace. Marketplace providers are required to note to marketplace dealers that they will collect sales and use tax on their behalf.

## Registration procedure

Remote sellers can Apply for a Permit via eSystems on the website Texas Tax Department.

To fill out the application, remote sellers will need the following documentation:

- Nine-digit Social Security number (SSN) of the company owner;
- Partnership Social Security numbers/federal employer's identification numbers for every partner;
- Texas corporation's file number was Issued by the Texas Secretary of State;
- Social Security number for each general manager or director of a company;
- NAICS – North American Industrial Classification System code required for all businesses.

If you do not have any of these documents, then you must register using the pdf form.

## Sales tax payment and filing date

You can check the tax payment deadline on the website.

## Penalty and interest

- Each tax return filed after the due date is subject to a \$50 fine;
- If the tax is paid no later than 30 days after the due date, a penalty of 5% will be charged;
- A 10% penalty will be charged if the tax is paid more than 30 days after the due date.

## Discount

Registered sales taxpayers can claim a discount of 0.5% of the amount of tax timely reported and paid;

Sales taxpayers who prepay can claim 0.5% for timely filing and paying, plus 1.25% for prepaying.