

Vermont Sales Tax Info Sheet

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State Sales Tax

Local Sales Tax R

Vermont has a statewide sales tax rate of **6%**, which was introduced in 1969. This data sheet was last updated in March 2022 by [SalesTaxHandbook.com](https://www.salestaxhandbook.com).

What is exempt from sales taxes in Vermont?

Many states have special sales tax rates that apply to the purchase of certain types of goods, or fully exempt them from the sales tax altogether. Here's how Vermont taxes five types of commonly-exempted goods:

Clothing



EXEMPT

Groceries



EXEMPT

Prepared Food



9%

Prescription Drugs



EXEMPT

OTC Drugs



EXEMPT

Are services subject to sales tax in Vermont?

"Goods" refers to the sale of tangible personal property, which are generally taxable. "Services" refers to the sale of labor or non-tangibles. In Vermont, specified services are taxable. To learn more, see [salestaxhandbook.com/vermont/sales-tax-taxability#services](https://www.salestaxhandbook.com/vermont/sales-tax-taxability#services).

Local Sales Taxes in Vermont

Municipal governments in Vermont are also allowed to collect a **local-option sales tax** that ranges from 0% to 1% across the state, with an average local tax of 0.179% (for a total of 6.179% when combined with the state sales tax). The maximum local tax rate allowed by Vermont law is 1%. Below are listed local sales tax rates for the five largest cities in Vermont. You can find other Vermont city and county sales tax rates at [salestaxhandbook.com/vermont/rates](https://www.salestaxhandbook.com/vermont/rates).

City Name	State Rate	County Rate	City Rate	Special Rate	Combined Rate
* Burlington, VT	6%	N/A	1%	N/A	7%
Essex Junction, VT	6%	N/A	N/A	1%	7%
Rutland, VT	6%	N/A	1%	N/A	7%
South Burlington, VT	6%	N/A	1%	N/A	7%
Colchester, VT	6%	N/A	1%	N/A	7%

To learn more, visit the Vermont Sales Tax Handbook at [SalesTaxHandbook.com/Vermont](https://www.salestaxhandbook.com/Vermont)