

Use Magento Out-Of-Box tax

OOB tax setup for testing:

Magento 2 has useful Out-of-box (OOB) product tax and shipping tax (ship tax) features. This guide shows how to set them up.

Remember to disable third-party tax modules, such as Avatax

Step 1: Stores > Tax Zones and Rates : setup a tax zone e.g. CA or WA, wildcard / * for zip, tax rate e.g. 8.25%

fr.socialappsolutions.com/FrAdMiN/tax/rate/

No webhook events have been received for: Default Store View (Test Mode) - Please ensure that your webhooks URL is externally accessible and your cron jobs are running.

Amasty notice: Please go to [Configuration](#) and register your instance to avoid unlicensed product usage.

Tax Zones and Rates

[Add New Tax Rate](#)

Export to:

[Reset Filter](#)

8 records found per page of 1

Tax Identifier	Country	State/Region	Zip/Post Code	Rate
<input type="text"/>	<input type="text" value="All Countries"/>	<input type="text"/>	<input type="text"/>	From To
US-CA-*Rate 1	United States	CA	*	8.2500
ship_CA_825	United States	CA	*	8.2500
IL_625	United States	IL	*	6.2500
ship_IL_6265	United States	IL	*	6.2650
US-NY-*Rate 1	United States	NY	*	8.3750
OR_Zero_Tax	United States	OR	*	0.0000
VA_1	United States	VA	*	1.0000
ship_VA_zero	United States	VA	*	0.0000

Notice naming conventions, product tax is `IL_625`, ship tax is `ship_IL_6265`

Step 2: Add two tax rules, one for Product Tax and one for Ship Tax:

⚠ This is only a demo store. You can browse and place orders, but nothing will be processed.

⚠ No webhook events have been received for: Default Store View (Test Mode) - Please ensure that your webhooks URL is externally accessible and your cron jobs are running. System Messages: 1 ▾

⚠ Amasty notice: Please go to [Configuration](#) and register your instance to avoid uncensored product usage.

Tax Rules

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Add New Tax Rule

✔ You saved the tax rule.

Search [Reset Filter](#) 2 records found

20 ▾ per page < 1 of 1 >

Name	Customer Tax Class	Product Tax Class	Tax Rate	Priority	Subtotal Only	Sort Order
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
Product_Tax	Retail Customer	Taxable Goods	US-CA-*Rate 1, US-NY-*Rate 1, OR_Zero_Tax, IL_625, VA_1	0	0	0
Shipping_taxes	Retail Customer	shipping_tax	ship_CA_825, ship_IL_6265, ship_VA_zero	0	0	0

Step 2a: Rule one: Product Taxes:

Tax Rule Information

Name *

Tax Rate *

5 selected

- ✓ US-CA-*Rate 1
- ✓ US-NY-*Rate 1
- ✓ OR_Zero_Tax
- ✓ IL_625
 - ship_CA_825
 - ship_IL_6265
- ✓ VA_1
 - ship_VA_zero

Additional Settings

Customer Tax Class *

Product Tax Class *

- Refund Adjustments
- Gift Options
- Order Gift Wrapping
- Item Gift Wrapping
- Printed Gift Card
- Reward Points
- shipping_tax

Step 2b: Rule two: Shipping taxes

← Back Delete Rule Reset Save and Continue Edit **Save Rule**

Tax Rule Information

Name * Shipping_taxes

Tax Rate *

3 selected

- US-CA*-Rate 1
- US-NY*-Rate 1
- OR_Zero_Tax
- IL_625
- ✓ ship_CA_825
- ✓ ship_IL_6265
- VA_1
- ✓ ship_VA_zero

Add New Tax Rate

Additional Settings

Customer Tax Class * ✓ Retail Customer

Add New Tax Class

Product Tax Class * Taxable Goods
Refund Adjustments
Gift Options
Order Gift Wrapping
Item Gift Wrapping
Printed Gift Card
Reward Points
✓ shipping_tax

Add New Tax Class

Priority * 0

Tax rates at the same priority are added, others are compounded.

Notice, in Shipping_Taxes rule, in the ProductTaxClass, add a new class and name it **shipping_tax**

Step 3: Configure tax classes and rules

3a: Configure Ship Tax class as the **shipping_tax** class we created above

Scope: Default Config

Save Config

You saved the configuration.

- GENERAL
- TECHGROUP EXTENSIONS
- SECURITY
- CATALOG

Stripe Tax

Tax Classes

Tax Class for Shipping [website] shipping_tax Use system value

3b: Configure Shipping Tax Price Calculation as `Including Tax`:

Calculation Settings

Tax Calculation Method Based On [website] Total Use system value

Tax Calculation Based On [website] Shipping Address Use system value

Catalog Prices [website] Excluding Tax Use system value
This sets whether catalog prices entered from Magento Admin include tax.

Shipping Prices [website] Including Tax Use system value
This sets whether shipping amounts entered from Magento Admin or obtained from gateways include tax.

That's it.