



STATE OF UTAH

UTAH STATE TAX COMMISSION

210 North 1950 West Salt Lake City, Utah 84134

Michael O. Leavitt
Governor
Olene S. Walker
Lieutenant Governor

W. Val Oveson, Chairman
Pam Hendrickson, Commissioner
Richard B. McKeown, Commissioner
Joe B. Pacheco, Commissioner

Rodney G. Marrelli, Executive Director September 9, 1998

AARP FOUNDATION
JOCELYN S DAVIS
601 E ST NW ROOM A1-350
WASHINGTON DC 20049

RE: Religious/Charitable Sales Tax Exemption Number N20111

Dear Madam:

Based on the information submitted, we have determined that your organization qualifies as a religious or charitable institution and is exempt from sales/use tax on both purchases and sales of tangible personal property and related services, subject to the following qualifications:

- 1) The exemption only applies to purchases and sales for religious, charitable, or other purpose sanctioned by Section 501(c)(3) of the Internal Revenue Code. Individuals affiliated with the organization are not authorized to exempt purchases for their own personal use.
- 2) Purchases and sales pertaining to "unrelated trades or businesses" as defined in 26 U.S.C.A., Section 513 are not exempt and are subject to Utah sales and income tax provisions.
- 3) Sales of food or drink items to the general public are subject to tax unless sold at an isolated or occasional fund raiser, bazaar, etc. Food sales may also be subject to the "restaurant" tax in counties where this tax is imposed.
- 4) Purchases of construction materials as tangible personal property are exempt. Contractors may purchase tax-exempted construction materials on behalf of an exempt organization. Contractors should contact the Tax Commission for additional information.

Please refer to the enclosed general instructions for information on exemption certification, sales tax refund procedure, and record keeping requirements.

If you have any questions, please contact me at (801) 297-7507, 1(800) 662-4335, Ext 7507 or fax (801) 297-7697.

Respectfully,

David Christensen
Customer Service Division

Enclosures



If you need an accommodation under the American's with Disabilities Act, contact the Tax Commission at (801) 297-3811 or Telecommunication Device for the Deaf (TDD) (801) 297-3819. Please allow three working days for a response.