Idaho State Tax Commission
SALES TAX RESALE OR EXEMPTION CERTIFICATE

1. **Buying for Resale.** I will sell, rent or lease the goods I am buying in the regular course of my business.
   
   a. Primary nature of business __________________________________________ Type of Products sold/leased/rented __________________________________________
   
   b. Check the block that applies:
      - Wholesale only, no retail sales
      - Out-of-state retailer, no Idaho sales
      - Idaho registered retailer, seller’s permit number ____________________

2. **Producer Exemptions.** I will put the goods purchased to an exempt use in the business indicated below.

   Check the block that applies and complete the required Information.
   - Logging Exemption
   - Broadcasting Exemption
   - Publishing Free Newspapers
   - Production Exemption

   List the products you produce:
   
   Check one:  
   - [ ] Farming
   - [ ] Ranching
   - [ ] Manufacturing
   - [ ] Processing
   - [ ] Fabricating
   - [ ] Mining

3. **Exempt Buyer.** All purchases are exempt. Check the block that applies.

   - [ ] Nonprofit Hospital
   - [ ] Nonprofit School
   - [ ] Nonprofit Canal Company
   - [ ] American Red Cross
   - [ ] Federal Land Bank
   - [ ] Qualifying Health Organization
   - [ ] State/Federal Credit Union
   - [ ] Federal Government
   - [ ] Amtrak
   - [ ] Forest Protective Association
   - [ ] Idaho Government Entity
   - [ ] Idaho Food Bank Warehouse, Inc.
   - [ ] Indian Tribe

4. **Contractor Exemptions.** This exemption claim applies to the following invoice, purchase order, or job number.

   a. Invoice, Purchase Order or Job Number to which this claim applies ____________________
   
   b. City and State where job is located ____________________
   
   c. Project owner name ____________________
   
   d. This exempt project is: (check appropriate box)
      - In a nontaxing state. (Only materials that become part of the real property qualify.)
      - An agricultural irrigation project.
      - For production equipment owned by a producer who qualifies for the production exemption.

5. **Other Exempt Goods and Buyers.**

   - [ ] Aircraft used to transport passengers or freight for hire
   - [ ] Aircraft purchased by nonresident for out-of-state use
   - [ ] Pollution control equipment required by law
   - [ ] Research and development goods for use at INEL
   - [ ] Qualifying medical items to be administered/distributed by a licensed practitioner
   - [ ] Other goods or entity exempt by law under the following statute ____________________

   (required - see instructions)

Buyer: Read and sign. / certify that 0 statements / have made on this form are true and correct to the best of my knowledge. / understand that falsification of this certificate for the purpose of evading payment of tax is a misdemeanor. Other penalties may also apply.

Buyer’s Signature ____________________ Title ____________________ Date ____________________

Attention Seller: Each of the exemptions a customer may claim on this form has special rules (see Instructions on back). It is your responsibility to learn the rules and charge tax to any customers and an any goods that do not qualify for a claimed exemption and are taxable as a matter of law.

* This form may be reproduced.
* The sailor may retain this form.
* This form is valid only if all information is complete.
* See instructions on back.
1. Buying for Resale: The buyer must have an Idaho seller's permit number unless he is a wholesaler who makes no retail sales or an out-of-state retailer who makes no more than two sales in Idaho in any 12-month period. An Idaho seller's permit number has up to nine digits followed by an "S." Example: 123456-S. If the number contains any other letter or is an inappropriate number, such as a federal Employer Identification Number, the certificate is not valid. If you wish to verify a seller's permit number, call any Tax Commission office.

2. Producer Exemptions: Businesses that produce products for resale can buy goods that are directly and primarily used in the production process without paying tax. Loggers, publishers of free newspapers (with at least 10% editorial content) and broadcasters are granted a similar exemption. However, a seller must charge these buyers sales tax on any of the following:
   - A hand tool with a unit cost of $1.00 or less
   - Transportation equipment and supplies
   - Research equipment and supplies
   - Goods used in selling/distribution
   - Janitorial or cleaning equipment or supplies
   - Maintenance or repair equipment and supplies
   - Office equipment and supplies
   - Any licensed motor vehicle or trailer and parts
   - Aircraft and parts
   - Recreation vehicle
   - Goods that become improvements to real property (such as fence posts)

3. Exempt Buyers: These buyers are exempt from tax on all purchases.
   - Hospitals. Only licensed nonprofit hospitals qualify, Nursing homes or similar institutions do not.
   - Schools. Only nonprofit colleges, universities, primary and secondary schools qualify. Schools primarily teaching things like business, dancing, dramatics, music, cosmetology, writing and gymnastics do not qualify. Auxiliary organizations, such as parent-teacher associations and alumni groups, do not qualify.
   - Qualify Health Organizations: Only these qualify --
     - American Cancer Society
     - American Diabetes Association
     - American Lung Association of Idaho
     - The Arc, Inc.
     - Arthritis Foundation
     - Easter Seals
     - Idaho Cystic Fibrosis
     - Idaho Epilepsy League
     - Idaho Heart Association
     - Idaho Ronald McDonald House
     - Idaho Special Olympics
     - March of Dimes
     - Mental Health Association
     - Muscular Dystrophy
     - National Multiple Sclerosis
     - Rocky Mountain Kidney Association
     - United Cerebral Palsy
     - Idaho Engineering Laboratory

4. Contractor Exemptions: Three exemptions apply to contractors. In each case, a contractor must list the job location, project owner, and whether the exemption claim applies to a specific invoice or purchase order, or to all purchases for a specific job number.
   - Nontaxing State. Construction materials for a job in a nontaxing state are exempt from Idaho sales tax. This exemption applies only to materials that will become part of real property and only if the contractor is subject to a use tax or a similar tax in the other state. Jobs in Oregon, Montana and Alaska qualify, and some jobs in Washington.
   - Agricultural Irrigation: Irrigation equipment and materials for an agricultural irrigation project are exempt Only agricultural irrigation projects qualify. For example, an irrigation system for a golf course or a residence would not qualify.
   - Production Equipment: A contractor who installs production equipment for a producer/manufacturer can buy the materials for the production equipment exempt from tax. This exemption does not apply to materials that become part of real property.

5. Other Exempt Goods and Buyers: If a buyer claims an exemption that is not listed on this form, he should mark the "other" block and must list the section of the law under which he is claiming the exemption or the certificate is not valid.

   - Aircraft Used to Transport Passengers or Freight for Hire: Only aircraft purchased by an airline, charter service, air ambulance service or air freight company qualify. Parts and supplies are taxable. A examples of aircraft that don't qualify for this exemption are those used for recreational flights, aerial spraying, dumping or logging.
   - Aircraft Purchased by Nonresidents for Out-of-State Use: An aircraft sold to a nonresident is exempt if it will be immediately removed from Idaho and registered in another state, and will not be stored or used in Idaho more than 90 days in any 12-month period. Aircraft kits and hang gliders do not qualify for this exemption.
   - A business is a "nonresident" if it has no business presence in Idaho. A business with property in Idaho, or employees working here, does not qualify for this exemption.
   - Pollution Control Equipment: Only equipment required by a state or federal agency qualifies. Chemicals and supplies used for pollution control do not qualify. Equipment for licensed motor vehicles does not qualify.
   - Research and Development at INEL. Only goods that are directly and primarily used in research, development, experimental and testing activities at the Idaho Engineering Laboratory qualify. Items that become a part of real property do not qualify.
   - Medical Items. Only the following medical goods qualify if they will be administered or distributed by a licensed practitioner: drugs, oxygen, insulin, syringes, prosthetic devices, durable medical equipment, orthopedic appliances, urinary and colostomy supplies, enteral and parenteral feeding equipment and supplies, hemodialysis and peritoneal dialysis drugs and supplies, and chemicals and equipment used to test or monitor blood or urine of a diabetic.
   - Heating Fuels. Heating fuels such as wood, coal, petroleum, propane and natural gas are exempt when purchased to heat an enclosed building or a building under construction, or when used for cooking or water heating.
   - Church. A church may buy food to sell meals to its members or qualifying goods for its food bank without paying tax. Churches must pay tax on all other goods they buy to use.
   - Food banks and Soup Kitchens: Food banks and soup kitchens may buy food or other goods used to store, prepare or serve the food exempt from sales tax. The exemption does not include licensed motor vehicles or trailers.

   - Indian. Sales to an enrolled Indian tribal member are exempt if the seller delivers the goods to the Indian within the reservation boundaries. The buyer's Indian Identification Number is required.
   - Ski Resorts. The owner or operator of a downhill ski area with an aerial passenger tramway may buy parts, material and equipment that become a component part of the tramway and snowgrooming and snowmaking equipment for the slope exempt from tax. An aerial tramway includes chair lifts, gondolas, T-bar and J-bar lifts, platter lifts, rope tows and similar devices.